

ORIGINAL

NEW APPLICATION



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2016 SEP -9 P 4:38

BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

DOUG LITTLE, CHAIRMAN
BOB STUMP
BOB BURNS
TOM FORESE
ANDY TOBIN

IN THE MATTER OF THE APPLICATION
OF VALLE VERDE WATER COMPANY
FOR AN EXTENSION OF ITS
CERTIFICATE OF CONVENIENCE AND
NECESSITY

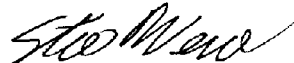
DOCKET NO: W-01431A-16-0316

APPLICATION


Valle Verde Water Company ("Company" or "Valle Verde"), hereby files its
Application for an Extension of its Certificate of Convenience and Necessity for water
service.

RESPECTFULLY SUBMITTED on September 9, 2016.

Arizona Corporation Commission
DOCKETED


Steve Wene

SEP - 9 2016

DOCKETED BY	
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1 Original and thirteen (13) copies
2 of the foregoing filed this
3 9th day of September, 2016 with:

4 Arizona Corporation Commission
5 1200 West Washington Street
6 Phoenix, Arizona 85007
7

8 Donnelly Herbert
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ARIZONA CORPORATION COMMISSION

APPLICATION FOR AN EXTENSION CERTIFICATE OF CONVENIENCE AND NECESSITY WATER AND/OR SEWER

A. The legal name, mailing address and telephone number of the Applicant (Company) is:

Valle Verde Water Company; 2015 N Forbes Blvd #107, Tucson, AZ 85745

B. If the applicant operates under a "d.b.a." or under a name other than the Applicant (Company) name listed above, specify:

Same

C. List the full name, mailing address and telephone number of the management contact:

Bonnie L. O'Connor; P.O. Box 85160, Tucson, AZ 85754, 520-623-5172

D. List the full name, mailing address and telephone number of the attorney for the Applicant:

Steve L. Wene; 1850 N. Central Ave, Ste. 1100, Phoenix, AZ 85004; 602-604-2189

E. List the full name, mailing address and telephone number of the operator certified by the Arizona Department of Environmental Quality who is or will be working for the Applicant:

Keith Dojaquez, P.O. Box 85160, Tucson, AZ 85754, 520-623-5172.

F. List the full name, mailing address and telephone number of the on-site manager of the utility:

Southwestern Utility Management, PO Box 85160, Tucson, AZ, 85754, 520-623-5172

G. The Applicant is a:

<input type="checkbox"/> Corporation: <input type="checkbox"/> "C", <input type="checkbox"/> "S", <input type="checkbox"/> Non-Profit <input type="checkbox"/> Arizona, <input type="checkbox"/> Foreign	<input type="checkbox"/> Partnership <input type="checkbox"/> Limited, <input type="checkbox"/> General <input type="checkbox"/> Arizona, <input type="checkbox"/> Foreign
<input type="checkbox"/> Sole Proprietorship	<input type="checkbox"/> Limited Liability Company (LLC)
<input checked="" type="checkbox"/> Other (Specify) Estate of Randall	

H. If Applicant is a corporation:

I. List full names, titles and mailing addresses of all Officers and Directors:

Officers

Not applicable.

Directors

2. Attach a copy of the corporation's "Certificate of Good Standing" issued by the Corporation's Division of the Arizona Corporation Commission.
3. Attach a certified copy of the Articles of Incorporation.
4. Attach a certified copy of the corporation's By-Laws.
5. If a for-profit corporation, indicate the number of shares of stock authorized for issue:
6. If stock has been issued, indicate the number of shares issued and date of issue:

I. If the Applicant is a partnership:

1. List the full name and mailing address of the general partners:

2. List the full name, address and telephone number of the managing partners:

3. Attach a copy of the Partnership's Articles of Partnership.

• If the Applicant is a foreign limited partnership, provide a copy of the Partnership's "Certificate of Registration" filed with the Arizona Secretary of State.

J. If the Applicant is a Limited Liability Company:

1. List the full name and mailing address of all the Applicant's managers or, if management is reserved to the members, the Applicant's members:

2. Attach a copy of the Articles of Organization.

K. List the legal name and mailing address of each other utility in which the applicant has an ownership interest:

Not Applicable

L. Provide a compliance status report from the Arizona Department of Environmental Quality ("ADEQ"), dated no more than 30 days of the CC&N extension application, for each water and wastewater systems as identified by a separate ADEQ Public Water & Wastewater System Identification number. See Attachment L-1.

Attach a legal description of the requested service area, expressed in terms of **CADASTRAL** (quarter section description) or **Metes and Bounds** survey. References to parcels and docket numbers will not be accepted. See Attachment L-2.

Attach a detailed map using the form provided as Attachment "B". Shade and outline the area requested. Also, indicate any other utility within the general area using different colors. See Attachment L-3.

M. List the name of each county in which the requested extension area is located and a description of the area's location in relation to the closest municipality, which shall be named:

Santa Cruz. Valle Verde is approximately 2 miles from Nogales.

N. Attach a complete description of the facilities proposed to be constructed, including a preliminary engineering report with specifications in sufficient detail to describe each water system and the principal components of each water system (e.g., source, storage, transmission lines, distribution lines, etc.) to allow verification of the estimated costs provided under R14-2-402 subsection (B)(5)(o) and verification that the requirements of the Commission and the Arizona Department of Environmental Quality can be met.

See Attachment N.

O. Provide the estimated total construction cost of the proposed offsite and onsite facilities, including documentation to support the estimates, and an explanation of how the construction will be financed, such as through debt, equity, advances in aid of construction, contributions in aid of construction, or a combination thereof.

See Attachment O. Infrastructure financed as AIAC.

- P. Explain the method of financing utility facilities. Refer to the instructions, item no. 7. (Use additional sheets if necessary):

Advance in aid of construction.

Attach financial information in a format similar to Attachment "C". Include current assets and liabilities, an income statement, estimated revenue and expenses and the estimated value of the applicant's utility plant in service for the first five years following approval of the application. See Attachment O. Please note that the proposed service will have a de minimus impact revenue and expenses, so the projections will not show a material change.

- S. Provide a detailed description of the proposed construction timeline for facilities with estimated starting and completion dates and, if construction is to be phased, a description of each separate phase of construction. Construction is ongoing and should be complete by Dec. 2016.
- T. Provide a copy of any requests for service from persons who own land within the proposed extension area, which shall identify the applicant by name.
See Attachment T.
- U. Provide maps of the proposed extension area identifying:
1. The boundaries of the area, with the total acreage noted;
 2. The land ownership boundaries within the area, with the acreage of each separately owned parcel within the area noted;
 3. The owner of each parcel within the area;
 4. Any municipality corporate limits that overlap with or are within five miles of the area;
 5. The service area of any public service corporation, municipality, or district currently providing water or wastewater service within one mile of the area, with identification of the entity providing service and each type of service being provided;
 6. The location within the area of any known water service connections that are already being provided service by the applicant;
 7. The location of all proposed developments within the area;
 8. The proposed location of each water system and the principal components described in R14-2-402 subsection (B) (5) (n); and
 9. The location of all parcels for which a copy of a request for service has been submitted.
See Attachment L-3.
- V. Provide a copy of each notice to be sent, as required, to a municipal manager or administrator.
See Attachment V.
- W. A copy of each notice sent, as required, to a landowner not requesting service.
Not applicable.
- X. For each landowner not requesting service, provide either the written response received from the landowner or, if no written response was received, a description of the actions by the applicant to obtain a written response.
Not applicable.

- Y. Attach proposed Tariffs using either the water or sewer format of Attachment "D", unless the Utilities Division, prior to the filing of this application, approves another form.

See Attachment Y.

Attach the following permits (if any of these permits have not yet been obtained, please provide the status of their application):

1. The franchise from either the City or County for the area requested.
See Attachment Y-1.
2. The Arizona Department of Environmental Quality (or its designee's) approval to construct facilities.
See Attachment Y-2.
3. (SEWER ONLY) Copy of the Aquifer Protection Permit issued by ADEQ.
Not Applicable.
4. The Arizona State Land Department approval. (If you are including any State land in your requested area this approval is needed.)
Not Applicable.
5. Any U.S. Forest Service approval. (If you are including any U.S. Forest Service land in your requested area this approval is needed.)
Not Applicable.
6. (WATER ONLY) If the area requested is within an Active Management Area, attach a copy of the utility's Designation of an Assured Water Supply, or the developer's Certificate of Assured Water Supply issued by the Arizona Department of Water Resources, whichever applies.
 - a. If the area requested is outside an Active Management Area, attach the developer's Adequacy Statement issued by the Arizona Department of Water Resources, if applied for by the developer.
 - b. If the area requested is outside an Active Management Area and the developer does not obtain an Adequacy Statement, provide sufficient detail to prove that adequate water exists to provide water to the area requested.
Not Applicable.
7. Provide a copy of your estimated property taxes. This may be obtained by contacting the Arizona Department of Revenue, Division of Property Valuation and Equalization. You must provide them with a five (5) year projection of the original cost of the plant, depreciation expense, the location of the property and the school district.
See Attachment Y-7.

- Z. Indicate the estimated number of customers, by class, to be served in each of the first five years of operation. Include documentation to support the estimates.

One.

Residential:

First Year 683 Second Year 683 Third Year 683 Fourth Year 683 Fifth Year 683

Commercial:

First Year 94 Second Year 95 Third Year 95 Fourth Year 95 Fifth Year 95

Industrial:

First Year 0 Second Year 0 Third Year 0 Fourth Year 0 Fifth Year 0

Irrigation:

First Year 1 Second Year 1 Third Year 1 Fourth Year 1 Fifth Year 1

AA. Indicate the projected annual water consumption or sewerage treatment, in gallons, for each of the customer classes for each of the first five years of operation:

Residential:

First Year	45,831,000
Second Year	45,831,000
Third Year	45,831,000
Fourth Year	45,831,000
Fifth Year	45,831,000

Industrial:

First Year	0
Second Year	0
Third Year	0
Fourth Year	0
Fifth Year	0

Commercial:

First Year	23,914,000
Second Year	24,634,000
Third Year	24,634,000
Fourth Year	24,634,000
Fifth Year	24,634,000

Irrigation:

First Year	13,680
Second Year	13,680
Third Year	13,680
Fourth Year	13,680
Fifth Year	13,680

BB. Indicate the total estimated annual operating revenue for each of the first five years of operation:

Residential:

First Year	352,451
Second Year	352,451
Third Year	352,451
Fourth Year	352,451
Fifth Year	352,451

Industrial:

First Year	0
Second Year	0
Third Year	0
Fourth Year	0
Fifth Year	0

Commercial:

First Year	270,474
Second Year	275,427
Third Year	275,427
Fourth Year	275,427
Fifth Year	275,427

Irrigation:

First Year	275
Second Year	275
Third Year	275
Fourth Year	275
Fifth Year	275

- P. Indicate the total estimated annual operating expenses for each of the first five years of operation:

Residential:

First Year	245,826
Second Year	249,940
Third Year	254,461
Fourth Year	249,451
Fifth Year	244,080

Industrial:

First Year	0
Second Year	0
Third Year	0
Fourth Year	0
Fifth Year	0

Commercial:

First Year	188,249
Second Year	195,318
Third Year	198,852
Fourth Year	194,909
Fifth Year	190,739

Irrigation:

First Year	192
Second Year	195
Third Year	199
Fourth Year	195
Fifth Year	190

- DD. Attach an itemized list of the major components of the water or sewer system (see Attachment C-3).

See Attachment DD

- EE. Indicate the total estimated cost to construct utility facilities: \$398,733.00

- FF. Provide a description of how water and/or wastewater service is to be provided in the proposed extension area and the name of each water and wastewater service provider for the area, if any.

Water will be delivered by the Company through its water system, as extended.

- GG. Provide a letter from each wastewater service provider identified under subsection (B)(5)(aa), confirming the provision of wastewater service for the proposed service area or extension area.

Not applicable.

- HH. Provide plans for or a description of water conservation measures to be implemented in the proposed service area or extension area, including, at a minimum:

- i. A description of the information about water conservation or water saving measures that the utility will provide to the public and its customers;
- ii. A description of how the applicant will work with each wastewater service provider identified under subsection (B)(5)(aa) to encourage water conservation;
- iii. A description of the sources of water that will be used to supply parks, recreation areas, golf courses, greenbelts, ornamental lakes, and other aesthetic water features;
- iv. A description of any plans for the use of reclaimed water;
- v. A description of any plans for the use of recharge facilities;
- vi. A description of any plans for the use of surface water; and
- vii. A description of any other plans or programs to promote water conservation;

See Attachment HH.

- II. Provide a backflow prevention tariff that complies with Commission standards, if not already on file.
See Attachment II.
- JJ. Provide a curtailment tariff that complies with Commission standards, if not already on file.
See Attachment JJ.
- KK. Provide a copy of a Physical Availability Determination, Analysis of Adequate Water Supply, or Analysis of Assured Water Supply issued by the Arizona Department of Water Resources for the proposed service area or extension area or, if not yet obtained, the status of the application for such approval;
Not Applicable.

(Signature of Authorized Representative)

(Type or Print Name Here)

(Title)

SUBSCRIBED AND SWORN to before me this _____ day of _____, 20____

NOTARY PUBLIC

My Commission Expires _____

ATTACHMENT C-1
Proforma Balance Sheet

Valle Verde Water Company
PROFORMA BALANCE SHEET (WATER)
ATTACHMENT "C-1"

ASSETS	2015	2016	2017	2018	2019
Current Assets					
Cash	\$ 37,183	\$ 37,183	\$ 37,183	\$ 37,183	\$ 37,183
Accounts Receivable	15,626	15,626	15,626	15,626	15,626
Other	76,413	76,413	76,413	76,413	76,413
Total Current Assets	\$ 129,222	\$ 129,222	\$ 129,222	\$ 129,222	\$ 129,222
Fixed Assets					
Utility Plant in Service	\$ 4,560,141	\$ 4,958,874	\$ 4,958,874	\$ 4,958,874	\$ 4,958,874
(Less) Accumulated Depreciation	(2,385,513)	(2,524,545)	(2,667,632)	(2,797,682)	(2,921,469)
Net Plant in Service	2,174,628	2,434,329	2,291,242	2,161,192	2,037,405
Other					
TOTAL ASSETS	\$ 2,303,850	\$ 2,563,551	\$ 2,420,464	\$ 2,290,414	\$ 2,166,627
LIABILITIES AND CAPITAL					
Current and Accrued Liabilities					
Accounts Payable	\$ 61,486	\$ 61,486	\$ 61,486	\$ 61,486	\$ 61,486
Notes Payable					
Accrued Taxes	7,349	7,349	7,349	7,349	7,349
Accrued Interest					
Other	35,927	35,927	35,927	35,927	35,927
Total Current and Accrued Liabilities	\$ 104,762	\$ 104,762	\$ 104,762	\$ 104,762	\$ 104,762
Long-Term Debt	\$ 752,032	\$ 716,101	\$ 678,731	\$ 639,861	\$ 599,434
Deferred Credits					
Advances in Aid of Construction	\$ 386,972	\$ 786,743	\$ 779,687	\$ 773,059	\$ 405,204
Contributions in Aid of Construction	2,328,602	2,328,602	2,328,602	2,328,602	2,690,259
Less Amortization of CIAC	(516,875)	(611,284)	(705,692)	(800,101)	(901,840)
Accumulated Deferred Income Tax	-	-	-	-	-
Total Deferred Credits	\$ 2,198,699	\$ 2,504,061	\$ 2,402,597	\$ 2,301,561	\$ 2,193,622
TOTAL LIABILITIES	\$ 3,055,493	\$ 3,324,924	\$ 3,186,090	\$ 3,046,184	\$ 2,897,818
CAPITAL ACCOUNT					
Common Stock	\$ -				
Preferred					
Paid in Capital					
Retained Earnings	(751,643)	(761,373)	(765,625)	(755,769)	(731,191)
Total Capital	\$ (751,643)	\$ (761,373)	\$ (765,625)	\$ (755,769)	\$ (731,191)
TOTAL LIABILITIES AND CAPITAL	\$ 2,303,850	\$ 2,563,551	\$ 2,420,465	\$ 2,290,415	\$ 2,166,627

ATTACHMENT C-2

Plant Description

Company Name: Valle Verde Water Company		
Name of System:	ADEQ Public Water System Numbers:	12-009, 12-025

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Sustained Well Production w/ Presently Installed Pump (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-617053 (well #1)	Not in use		105	12	4	1954
55-617054 (well #2)	30	350	260	16	6	1972
55-617055 (well #3)	15	130	220	12	3	1971
55-513789 (well #4)	Not in use		203	12	3	1987
55-500951 (well #5)	50	350	400	16	6	1982
55-502001 (well #6)	Not in use		450	16	6	1996
55-801847 (well #7)	Not in use		93	10	4	1933
55-582348 (well #10)	30	450	290	12	6	2001

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS	
Horsepower	Quantity
15.0	1
7.5	1
25.0 (Site 6)	2
40.0 (Site 6)	1
100.0 (Site 6)	2

FIRE HYDRANTS	
Quantity Standard	Quantity Other
13	32

STORAGE TANKS	
190,000 (Well 2)	1
800,000 (Site 6)	1
200,000 (Well 10)	1

PRESSURE TANKS	
Capacity	Quantity
2,000 (Well 4)	1
5,000 (Well 10)	1
7,000 (Well 3)	1
10,000 (Wells 2, 5 & 6)	3

Note: If you are filing for more than one system, please provide separate sheets for each system.

Company Name: Valle Verde Water Company

Name of System: ADEQ Public Water System Numbers: 12-009, 12-025

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	4,361
3		
4	PVC	39,713
5		
6	PVC	12,906
6	DIP	798
8	PVC	10,372
12	PVC	1,770

CUSTOMER METERS

Size (in inches)	Quantity
5/8 x 3/4	392
3/4	411
1	45
1 1/2	3
2	19
Comp. 3	11
Turbo 3	
Comp. 4	1
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, please list the utility owned assets in each category.

TREATMENT EQUIPMENT:

4 Chlorinators

GAC System (Offline as of 10/6/15)

STRUCTURES:

Office - 12' x 12'

Chlorinator room - 3' x 5'

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

ATTACHMENT C-3
Water Use Data

WATER USE DATA SHEET

NAME OF COMPANY	Valle Verde Water Company
ADEQ Public Water System Number:	12-009, 12-025

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands) *
JANUARY	783	5,085	7,840
FEBRUARY	785	4,958	5,189
MARCH	784	4,784	9,388
APRIL	782	5,513	11,118
MAY	782	6,206	9,697
JUNE	785	6,783	7,598
JULY	776	7,870	8,161
AUGUST	775	5,498	7,455
SEPTEMBER	765	5,354	6,650
OCTOBER	770	5,040	6,073
NOVEMBER	778	5,892	7,509
DECEMBER	778	6,762	7,208
TOTALS		69,745	93,886

Is the water utility located in an ADWR Active Management Area ("AMA")?

YES NO

Does the Company have an ADWR gallons per capita day ("GPCD") requirement?

YES NO

If Yes, please provide the GPCD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

** Gallons pumped cannot equal or be less than the gallons sold.*

ATTACHMENT C-4
Proforma Income Statement

Valle Verde Water Company
PROFORMA INCOME STATEMENT (WATER)
ATTACHMENT "C-2"

	2015	2016	2017	2018	2019
Metered Water Revenue	\$ 570,738	\$ 575,692	\$ 575,692	\$ 575,692	\$ 575,692
Surcharge Revenue	34,976	34,976	34,976	34,976	34,976
Other Water Revenue	17,486	17,486	17,486	17,486	17,486
TOTAL OPERATING REVENUE	\$ 623,200	\$ 628,154	\$ 628,154	\$ 628,154	\$ 628,154
OPERATING EXPENSES:					
Salaries and Wages	\$ 102,488	\$ 103,513	\$ 104,548	\$ 105,593	\$ 106,649
Purchased Water					
Purchased Power	54,917	55,466	56,021	56,581	57,147
Chemicals	2,151	2,173	2,194	2,216	2,238
Repairs and Maintenance	18,522	18,707	18,894	19,083	19,274
Office Expense	16,055	16,216	16,378	16,541	16,707
Outside Services	130,456	131,761	133,078	134,409	135,753
Water Testing	7,175	7,247	7,319	7,392	7,466
Rents					
Transportation Expense	6,166	6,228	6,290	6,353	6,416
Insurance - General Liability	9,653	9,750	9,847	9,945	10,045
Miscellaneous Expense	3,358	3,392	3,425	3,460	3,494
Depreciation Expense	37,802	44,624	48,678	35,641	22,048
Taxes Other Than Income	9,602	9,698	9,795	9,893	9,992
Property Tax	35,883	36,242	36,604	36,970	37,340
Income Tax					
Customer Security Deposit Interest	439	439	439	439	439
TOTAL OPERATING EXPENSE	\$ 434,667	\$ 445,453	\$ 453,511	\$ 444,518	\$ 435,010
OPERATING INCOME/(LOSS)	\$ 188,533	\$ 182,701	\$ 174,642	\$ 183,635	\$ 193,144
OTHER INCOME/(EXPENSE):					
Interest Income	\$ 1,207	\$ 1,207	\$ 1,207	\$ 1,207	\$ 1,207
Other Income	800	800	800	800	800
Other Expenses	-	-	-	-	-
Interest Expense	(30,353)	(28,968)	(27,528)	(26,029)	(24,470)
TOTAL OTHER INCOME/(EXPENSE)	\$ (28,346)	\$ (26,961)	\$ (25,521)	\$ (24,022)	\$ (22,463)
NET INCOME/(LOSS)	\$ 160,187	\$ 155,740	\$ 149,121	\$ 159,613	\$ 170,681

ATTACHMENT C-5
Proforma Utility Plant in
Service

Valle Verde Water Company
PROFORMA UTILITY PLANT IN SERVICE (WATER) - 2016
ATTACHMENT "C-3"

Acct. No.	Description	Original Cost	Accumulated Depreciation	Original Cost Less Depreciation
301	Organization	\$ -	\$ -	\$ -
302	Franchises	125	125	-
303	Land & Land Rights	86,093	-	86,093
304	Structures & Improvements	510,517	441,027	69,490
307	Wells & Springs	606,177	290,116	316,061
311	Pumping Equipment	437,370	372,029	65,342
320	Water Treatment Equipment			-
320.1	Water Treatment Plants	494,917	78,122	416,795
320.2	Solution Chemical Feeders	345	345	-
330	Distribution Reservoirs and Standpipes			-
330.1	Storage Tanks	602,315	271,674	330,641
330.2	Pressure Tanks	82,346	46,155	36,191
331	Transmission and Distribution Mains	1,624,229	617,730	1,006,499
333	Services	83,958	58,675	25,284
334	Meters and Meter Installations	133,627	103,722	29,905
335	Hydrants	59,147	35,415	23,732
336	Backflow Prevention Devices	2,091	70	2,021
339	Other Plant and Misc. Equipment			-
340	Office Furniture and Equipment	16,552	16,552	-
340.1	Computers & Software			-
341	Transportation Equipment	16,881	16,881	(0)
343	Tools, Shop and Garage Equipment	12,887	12,125	762
344	Laboratory Equipment			-
345	Power Operated Equipment	44,869	38,355	6,514
346	Communications Equipment	4,668	584	4,085
347	Miscellaneous Equipment			-
348	Other Tangible Plant	139,758	124,843	14,915
	TOTAL PLANT IN SERVICE	\$ 4,958,874	\$ 2,524,545	\$ 2,434,328

Attachment D

Public Notice

PUBLIC NOTICE OF AN APPLICATION
FOR A CERTIFICATE OF CONVENIENCE AND NECESSITY
BY Valle Verde Water Company

Valle Verde Water Company has filed with the Arizona Corporation Commission ("Commission") an application for authority to provide water service to an area in which records indicate that you are a property owner. If the application is granted, Valle Verde Water Company would be the exclusive provider of water service under the rates and charges and terms and conditions established by the Commission. The granting of the application would not necessarily prohibit an individual from providing service to themselves from individually owned facilities on their property. The application is available for inspection during regular business hours at the offices of the Commission in Tucson at 400 West Congress, North Building, Room 218, and at Valle Verde Water Company, 2015 N. Forbes Blvd. #107, Tucson, AZ 85745.

The Commission will hold a hearing on this matter. As a property owner you may have the right to intervene in the proceeding. If you do not want to intervene, you may appear at the hearing and make a statement on your own behalf. You may contact the Commission at the address and telephone number listed below for the date and time of the hearing and for more information or intervention. You may not receive any further notice of the proceeding unless requested by you.

If you have any questions or concerns about this application, have any objections to its approval, or wish to make a statement in support of it, you may contact the Consumer Services Section of the Commission at 400 West Congress, North Building, Room 218, Tucson, Arizona or call 1-800-535-0148.

ATTACHMENT L-1
ADEQ Compliance

Arizona Department of Environmental Quality
Drinking Water Monitoring and Protection Unit
Mail Code 5415B-2
1110 West Washington Street
Phoenix, AZ 85007

Drinking Water Compliance Status Report

System Name	System Type	Is system consecutive?
VALLE VERDE WATER CO EAST	<input checked="" type="checkbox"/> Community	<input checked="" type="checkbox"/> Yes, to PWS # 12004
System ID #	<input type="checkbox"/> Non-transient Non-community	<input type="checkbox"/> No
12009	<input type="checkbox"/> Transient Non-community	

Overall compliance status	<input checked="" type="checkbox"/> No major deficiencies	<input type="checkbox"/> Major deficiencies
Monitoring and Reporting status	<input checked="" type="checkbox"/> No major deficiencies	<input type="checkbox"/> Major deficiencies
Comments: This PWS historically has an unresolved maximum contaminant level (MCL) exceedance for tetrachloroethylene (PCE) at entry point in the distribution system (EPDS) #004. Since the PWS is not serving water from EPDS004, the PWS is in compliance. Only EPDS002, EPDS003 and EPDS005 are active. EPDS002 has GAC VOC treatment and remains on quarterly VOC monitoring, with the last PCE detect on 12/1/15.		

Operation and Maintenance status	<input checked="" type="checkbox"/> No major deficiencies	<input type="checkbox"/> Major deficiencies
Date of last Sanitary Survey	8-26-15	Inspector Nam Ho, SRO
Major unresolved/ongoing operation and maintenance deficiencies: <input type="checkbox"/> unable to maintain 20psi <input type="checkbox"/> cross connection/backflow problems <input type="checkbox"/> treatment deficiencies <input type="checkbox"/> certified operator <input type="checkbox"/> inadequate storage <input type="checkbox"/> surface water treatment rule <input type="checkbox"/> ATC/AOC <input type="checkbox"/> other =		
Comments: None		

Is an ADEQ administrative order in effect?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Comments: None		

System Information	
Population Served	1950
Service Connections	780
Number of Entry Points to the Distribution System	3
Number of Sources	3
Initial Monitoring Year	1994
Monitoring Assistance Program (MAP) System	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

Evaluation completed by	Donna Calderon, Senior Drinking Water Technical Program Specialist Drinking Water Monitoring and Protection Unit		
Phone	602-771-4641	Date	June 6, 2016
<input checked="" type="checkbox"/>	Based upon data submitted by the water system, ADEQ has determined that this system is currently delivering water that meets water quality standards required by 40 CFR 141/Arizona Administrative Code, Title 18, Chapter 4, and PWS is in compliance.		
<input type="checkbox"/>	Based upon the monitoring and reporting deficiencies noted above, ADEQ cannot determine if this system is currently delivering water that meets water quality standards required by 40 CFR 141/Arizona Administrative Code, Title 18, Chapter 4, and/or PWS is not in compliance.		
<input type="checkbox"/>	Based upon the operation and maintenance deficiencies noted above, ADEQ cannot determine if this system is currently delivering water that meets water quality standards required by 40 CFR 141/Arizona Administrative Code, Title 18, Chapter 4, and/or PWS is not in compliance.		

This compliance status report does not guarantee the water quality for this system in the future, and does not reflect the status of any other water system owned by this utility company.

Arizona Department of Environmental Quality
Drinking Water Monitoring and Protection Unit
Mail Code 5415B-2
1110 West Washington Street
Phoenix, AZ 85007

Drinking Water Compliance Status Report

System Name VALLE VERDE WATER COMPANY- WEST	System Type <input checked="" type="checkbox"/> Community	Is system consecutive? <input type="checkbox"/> Yes, to PWS #
System ID # 12025	<input type="checkbox"/> Non-transient Non-community <input type="checkbox"/> Transient Non-community	<input checked="" type="checkbox"/> No

Overall compliance status	<input checked="" type="checkbox"/> No major deficiencies	<input type="checkbox"/> Major deficiencies
Monitoring and Reporting status	<input checked="" type="checkbox"/> No major deficiencies	<input type="checkbox"/> Major deficiencies
Comments: None		

Operation and Maintenance status	<input checked="" type="checkbox"/> No major deficiencies	<input type="checkbox"/> Major deficiencies
Date of last Sanitary Survey	8-26-15	Inspector Nam Ho, SRO
Major unresolved/ongoing operation and maintenance deficiencies:		
<input type="checkbox"/> unable to maintain 20psi <input type="checkbox"/> cross connection/backflow problems <input type="checkbox"/> treatment deficiencies <input type="checkbox"/> certified operator <input type="checkbox"/> inadequate storage <input type="checkbox"/> surface water treatment rule <input type="checkbox"/> ATC/AOC <input type="checkbox"/> other =		
Comments: None		

Is an ADEQ administrative order in effect?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Comments: None		

System Information	
Population Served	60
Service Connections	2
Number of Entry Points to the Distribution System	1
Number of Sources	1
Initial Monitoring Year	1997
Monitoring Assistance Program (MAP) System	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

Evaluation completed by	Donna Calderon, Senior Drinking Water Technical Program Specialist Drinking Water Monitoring and Protection Unit		
Phone	602-771-4641	Date	June 6, 2016
<input checked="" type="checkbox"/>	Based upon data submitted by the water system, ADEQ has determined that this system is currently delivering water that meets water quality standards required by 40 CFR 141/Arizona Administrative Code, Title 18, Chapter 4, and PWS is in compliance.		
<input type="checkbox"/>	Based upon the monitoring and reporting deficiencies noted above, ADEQ cannot determine if this system is currently delivering water that meets water quality standards required by 40 CFR 141/Arizona Administrative Code, Title 18, Chapter 4, and/or PWS is not in compliance.		
<input type="checkbox"/>	Based upon the operation and maintenance deficiencies noted above, ADEQ cannot determine if this system is currently delivering water that meets water quality standards required by 40 CFR 141/Arizona Administrative Code, Title 18, Chapter 4, and/or PWS is not in compliance.		

This compliance status report does not guarantee the water quality for this system in the future, and does not reflect the status of any other water system owned by this utility company.

ATTACHMENT L-2

Legal Description of Extension

EXHIBIT "A"

DEVELOPMENT LEGAL DESCRIPTION

A portion of the Southeast Quarter of Section 13, Township 23 South, Range 13 East, and a portion of the Southwest Quarter of Section 18, Township 23 South, Range 14 East, Gila and Salt River Meridian, Santa Cruz County Arizona, more particularly described as follows:

Commencing at the Southeast Quarter of Section 13, being a one and one-half inch open pipe in concrete and the **POINT OF BEGINNING**;

Thence South 89°43'51" West a distance of 901.26 feet to a point on the east right-of-way line of Interstate-19 marked by an ADOT monument;

Thence North 07°01'09" West along the east right-of-way line of Interstate-19, a distance of 1,112.66 feet to a point;

Thence North 77°48'57" East a distance of 146.96 feet to a point;

Thence North 77°40'01" East a distance of 289.89 feet to a point;

Thence North 66°58'22" East a distance of 204.55 feet to a point;

Thence North 74°10'59" East a distance of 118.39 feet to a point;

Thence North 09°03'29" West a distance of 18.85 feet to a point;

Thence South 89°30'36" East a distance of 60.14 feet to a point;

Thence South 89°30'36" East a distance of 232.99 feet to a point on the southwesterly right-of-way line of Old Tucson Road;

Thence South 56°28'18" East, along said right-of-way line, a distance of 79.78 feet to a point;

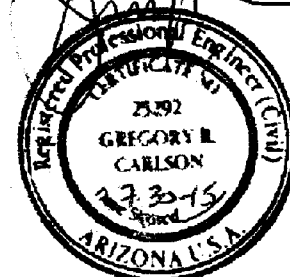
Thence, continuing South 56°28'18" East, along said right-of-way line, a distance of 118.29 feet to a non-tangent point of curvature of said right-of-way line, on a curve concave to the southwest, having a radius of 1,382.50 feet, a chord bearing of South 38°58'19" East, and a chord length of 828.31 feet;

Thence southeasterly, along said curved right-of-way line, a total arc length of 841.23 feet to the end point of said curve to complete an internal angle of 34°51'49";

Thence departing from said curve on a non-tangent segment of the westerly right-of-way line of Old Tucson Road South 21°28'10" East a distance of 604.57 feet to a point on the south line of Section 18;

Thence South 89°38'33" West, along the south line of Section 18, a distance of 889.27 feet to return to the **POINT OF BEGINNING**;

Said parcel contains 44.74 acres more or less.



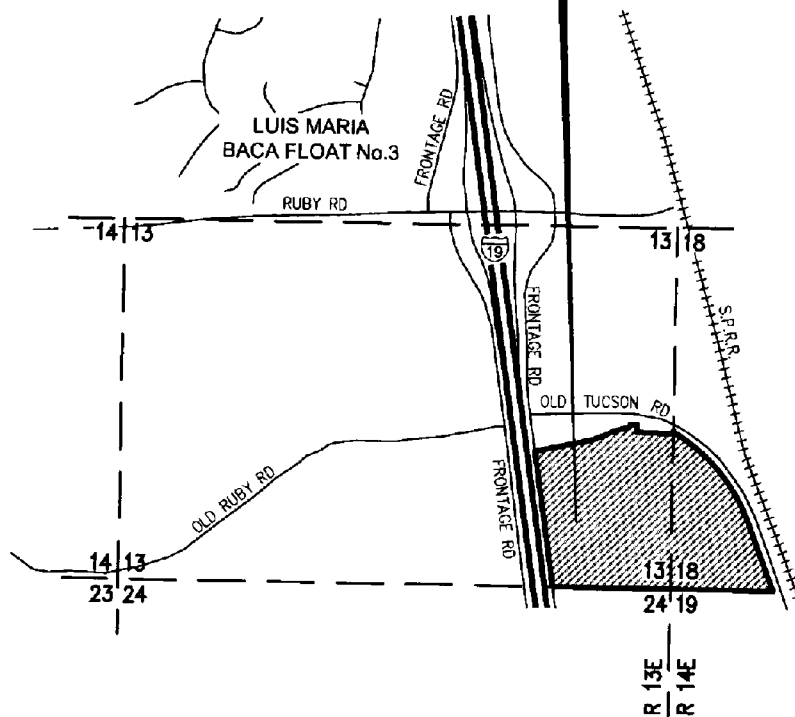
ATTACHMENT L-3

ACC Map

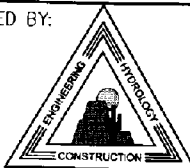


SCALE: 3"=1 MILE

THIS PROJECT



PREPARED BY:



GREG CARLSON ENGINEERING, L.L.C.

1521 E. Broadway Blvd., Tucson, AZ 85719
(520)-624-0070 fax (520)-624-4197
e-mail: gce@gceng.biz

DESIGNED BY: GRC

DRAFTED BY: JLF

**II-A-1
SITE LOCATION
FOR**

NORA'S RANCH WAREHOUSE

LOCATED IN A PORTIONS OF SEC 13, T23S, R13E, &
SECS 18&19 T23S, R14E G&SRM SANTA CRUZ CO., AZ

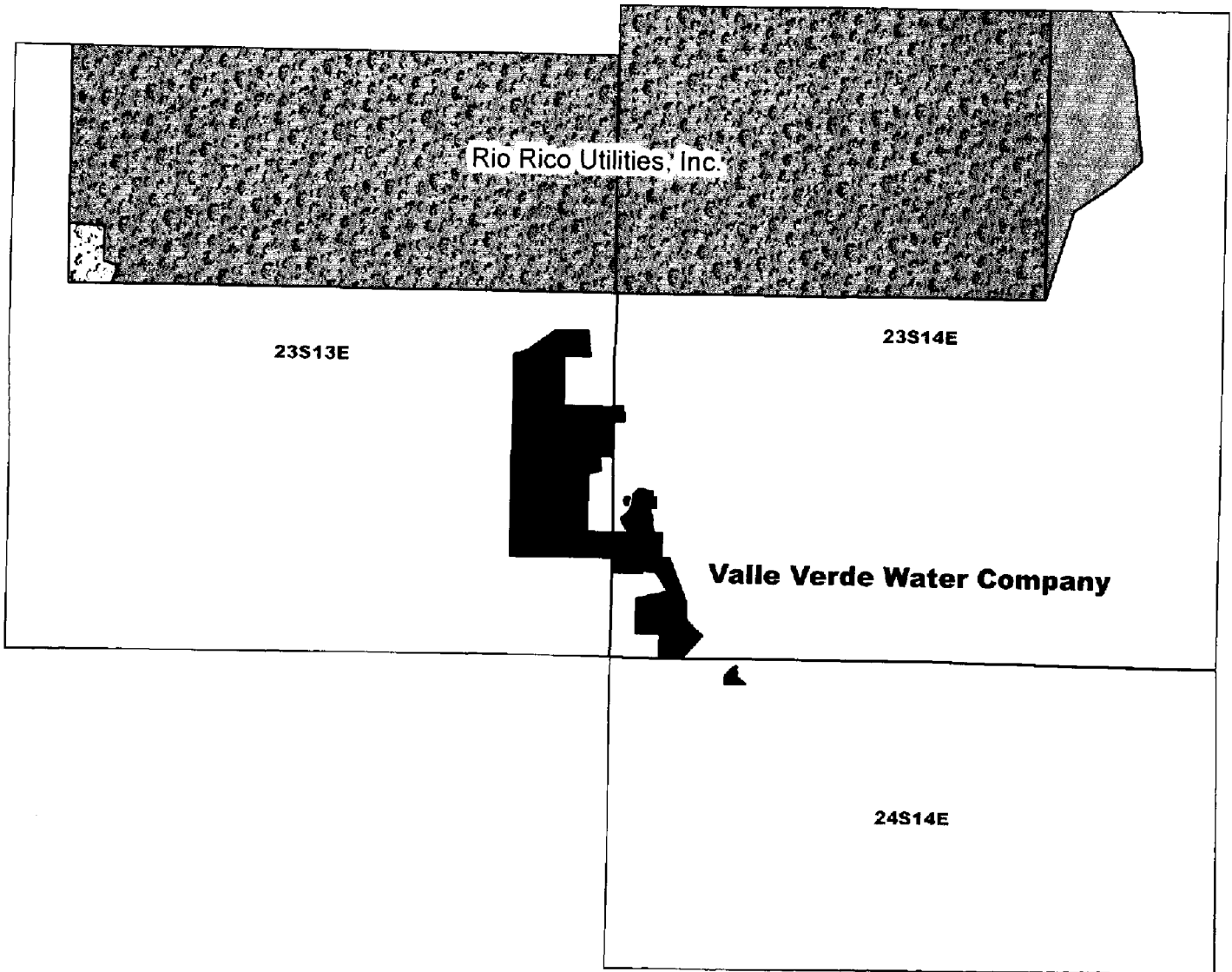
SCALES: HORIZ: 3"=1 mi REF: -

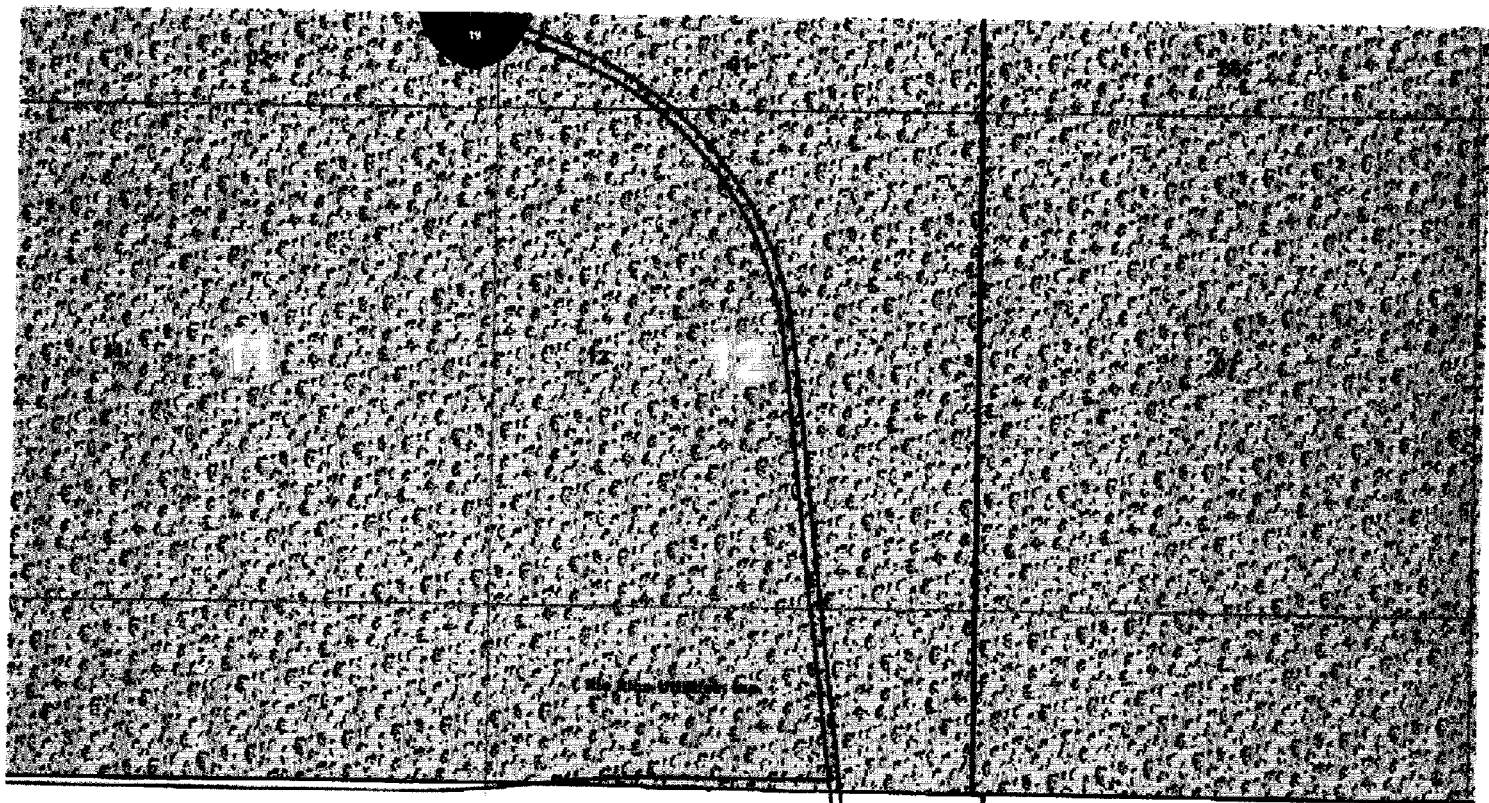
VERT: - JOB NO. 13-035

CHECKED BY: GRC

DATE: AUGUST, 2013

SANTA CRUZ COUNTY





14

14

13

13

18

152101

Valle Verde - MXA

752102

Valle Verde Water Company

23

23

19

26

26

30

LINE DATA

LINE	LENGTH	BEARING
L1	901.26'	S89°43'51"W
L2	1112.66'	N07°01'09"W
L3	146.96'	N77°48'57"E
L4	289.89'	N77°40'01"E
L5	204.55'	N66°58'22"E
L6	118.39'	N74°10'59"E
L7	18.85'	N09°03'29"W
L8	60.14'	S89°30'36"E
L9	232.99'	S89°30'36"E
L10	79.78'	S56°28'18"E
L11	118.29'	S56°28'18"E
L12	604.67'	S21°28'10"E
L13	889.27'	S89°38'33"W

CURVE DATA

CURVE	LENGTH	RADIUS	ANGLE
C1	841.23'	1,382.50'	34°51'49"

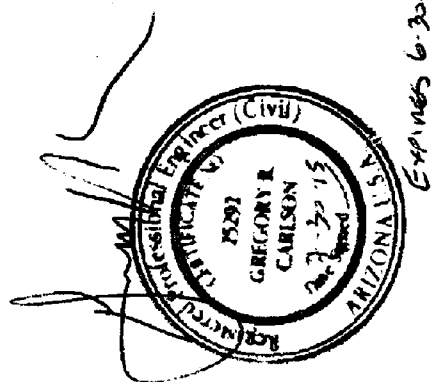
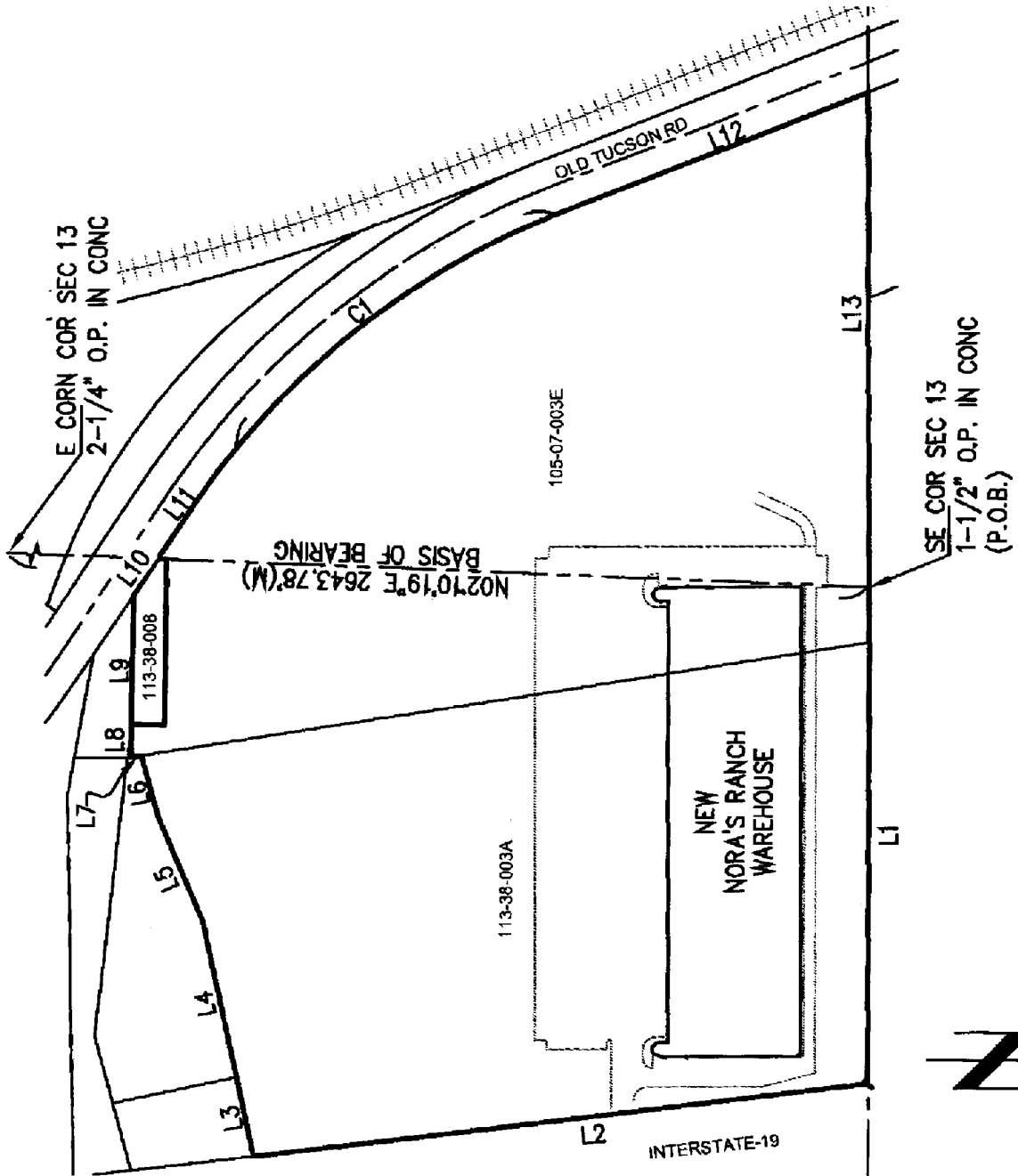


EXHIBIT B
NORA'S RANCH
DEVELOPMENT MAP

SCALE: 1"=300'

ATTACHMENT "B"

Santa Cruz	(13) 18	(23S) 23S	(13E) 14E
COUNTY	SECTION	TOWNSHIP	RANGE

6		5		4	
7		8		1 0	
1 8		1 7		1 5	
1 9		2 0		2 2	
3 0		2 9		2 7	
3 1		3 2		3 4	

Type or Print Description Here:

ATTACHMENT "B"

Santa Cruz	13 (18)	23S (23S)	13E (14E)
COUNTY	SECTION	TOWNSHIP	RANGE

6	5	4	3	2	1
7	8	9	1 0	1 1	1 2
1 8	1 7	1 6	1 5	1 4	1 3
1 9	2 0	2 1	2 2	2 3	2 4
3 0	2 9	2 8	2 7	2 6	2 5
3 1	3 2	3 3	3 4	3 5	3 6

Type or Print Description Here:

ATTACHMENT N

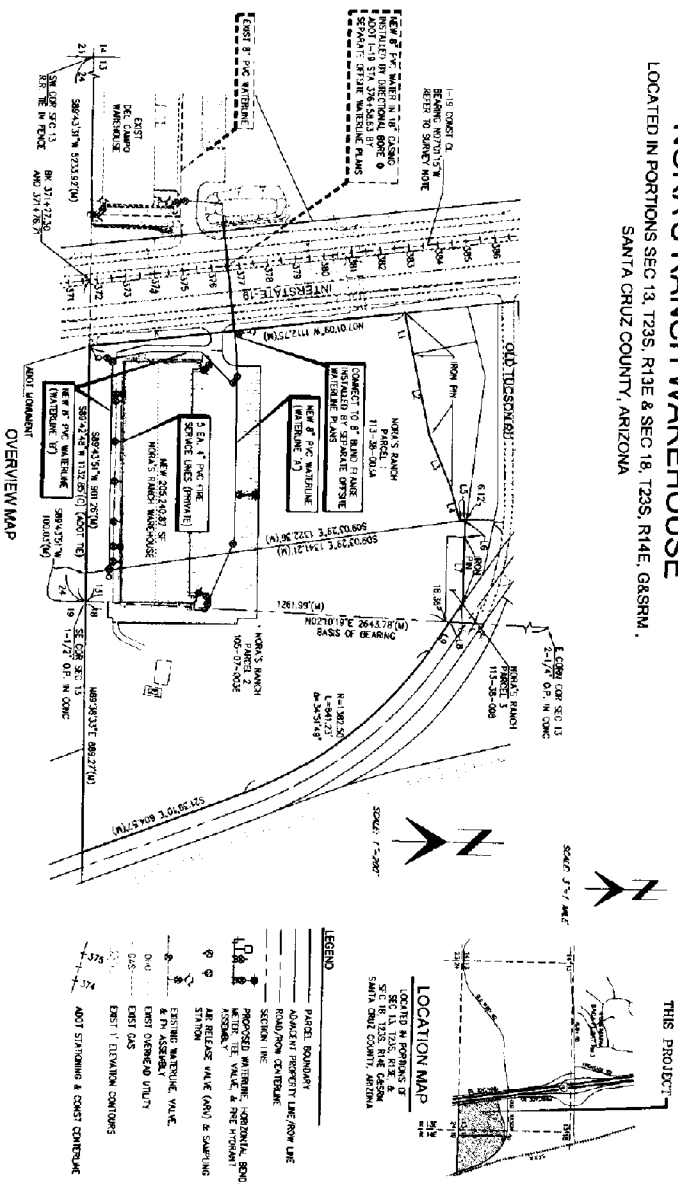
Facilities to be Constructed

GENERAL NOTES

1. ALL CONSTRUCTION SHALL COMPLY TO THE LATEST EDITIONS OF THE FOLLOWING STANDARDS AND SPECIFICATIONS:
 2. A. STANDARD SPECIFICATIONS FOR HIGHWAYS, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 3. A. STANDARD SPECIFICATIONS FOR BRIDGES, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 4. A. STANDARD SPECIFICATIONS FOR WATERWAYS, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 5. A. STANDARD SPECIFICATIONS FOR AIRPORTS, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 6. A. STANDARD SPECIFICATIONS FOR RAILROADS, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 7. A. STANDARD SPECIFICATIONS FOR UTILITIES, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 8. A. STANDARD SPECIFICATIONS FOR PORTS, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 9. A. STANDARD SPECIFICATIONS FOR MARINE, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 10. A. STANDARD SPECIFICATIONS FOR AIRCRAFT, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 11. A. STANDARD SPECIFICATIONS FOR SPACE, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 12. A. STANDARD SPECIFICATIONS FOR ENERGY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 13. A. STANDARD SPECIFICATIONS FOR HEALTH, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 14. A. STANDARD SPECIFICATIONS FOR ENVIRONMENT, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 15. A. STANDARD SPECIFICATIONS FOR CULTURE, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 16. A. STANDARD SPECIFICATIONS FOR RECREATION, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 17. A. STANDARD SPECIFICATIONS FOR RELIGION, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 18. A. STANDARD SPECIFICATIONS FOR EDUCATION, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 19. A. STANDARD SPECIFICATIONS FOR SCIENCE, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 20. A. STANDARD SPECIFICATIONS FOR ARTS, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 21. A. STANDARD SPECIFICATIONS FOR HISTORY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 22. A. STANDARD SPECIFICATIONS FOR GEOGRAPHY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 23. A. STANDARD SPECIFICATIONS FOR ECONOMICS, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 24. A. STANDARD SPECIFICATIONS FOR POLITICAL SCIENCE, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 25. A. STANDARD SPECIFICATIONS FOR SOCIAL SCIENCES, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 26. A. STANDARD SPECIFICATIONS FOR HUMANITIES, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 27. A. STANDARD SPECIFICATIONS FOR PHYSICAL SCIENCES, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 28. A. STANDARD SPECIFICATIONS FOR LIFE SCIENCES, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 29. A. STANDARD SPECIFICATIONS FOR EARTH SCIENCES, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 30. A. STANDARD SPECIFICATIONS FOR AGRICULTURE, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 31. A. STANDARD SPECIFICATIONS FOR BUSINESS, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 32. A. STANDARD SPECIFICATIONS FOR LAW, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 33. A. STANDARD SPECIFICATIONS FOR MEDICINE, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 34. A. STANDARD SPECIFICATIONS FOR ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 35. A. STANDARD SPECIFICATIONS FOR TECHNOLOGY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 36. A. STANDARD SPECIFICATIONS FOR ENVIRONMENTAL SCIENCE, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 37. A. STANDARD SPECIFICATIONS FOR CLIMATE, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 38. A. STANDARD SPECIFICATIONS FOR OCEANOGRAPHY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 39. A. STANDARD SPECIFICATIONS FOR METEOROLOGY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 40. A. STANDARD SPECIFICATIONS FOR ASTRONOMY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 41. A. STANDARD SPECIFICATIONS FOR COSMOLOGY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 42. A. STANDARD SPECIFICATIONS FOR PHYSICS, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 43. A. STANDARD SPECIFICATIONS FOR CHEMISTRY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 44. A. STANDARD SPECIFICATIONS FOR BIOLOGY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 45. A. STANDARD SPECIFICATIONS FOR GEOLOGY, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 46. A. STANDARD SPECIFICATIONS FOR ENVIRONMENTAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 47. A. STANDARD SPECIFICATIONS FOR CIVIL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 48. A. STANDARD SPECIFICATIONS FOR MECHANICAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 49. A. STANDARD SPECIFICATIONS FOR ELECTRICAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 50. A. STANDARD SPECIFICATIONS FOR CHEMICAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 51. A. STANDARD SPECIFICATIONS FOR INDUSTRIAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 52. A. STANDARD SPECIFICATIONS FOR AERONAUTICAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 53. A. STANDARD SPECIFICATIONS FOR AGRICULTURAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 54. A. STANDARD SPECIFICATIONS FOR MARINE ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 55. A. STANDARD SPECIFICATIONS FOR SPACE ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 56. A. STANDARD SPECIFICATIONS FOR ENERGY ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 57. A. STANDARD SPECIFICATIONS FOR HEALTH ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 58. A. STANDARD SPECIFICATIONS FOR ENVIRONMENTAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 59. A. STANDARD SPECIFICATIONS FOR CULTURE ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
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 61. A. STANDARD SPECIFICATIONS FOR RELIGION ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
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 63. A. STANDARD SPECIFICATIONS FOR SCIENCE ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
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 66. A. STANDARD SPECIFICATIONS FOR GEOGRAPHY ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
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 75. A. STANDARD SPECIFICATIONS FOR BUSINESS ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 76. A. STANDARD SPECIFICATIONS FOR LAW ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 77. A. STANDARD SPECIFICATIONS FOR MEDICINE ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 78. A. STANDARD SPECIFICATIONS FOR ENGINEERING ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 79. A. STANDARD SPECIFICATIONS FOR TECHNOLOGY ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 80. A. STANDARD SPECIFICATIONS FOR ENVIRONMENTAL SCIENCE ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 81. A. STANDARD SPECIFICATIONS FOR CLIMATE ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 82. A. STANDARD SPECIFICATIONS FOR OCEANOGRAPHY ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 83. A. STANDARD SPECIFICATIONS FOR METEOROLOGY ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
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 85. A. STANDARD SPECIFICATIONS FOR COSMOLOGY ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 86. A. STANDARD SPECIFICATIONS FOR PHYSICS ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
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 93. A. STANDARD SPECIFICATIONS FOR ELECTRICAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 94. A. STANDARD SPECIFICATIONS FOR CHEMICAL ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
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 99. A. STANDARD SPECIFICATIONS FOR SPACE ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.
 100. A. STANDARD SPECIFICATIONS FOR ENERGY ENGINEERING, 2004 EDITION, AS PUBLISHED BY THE TEXAS DEPARTMENT OF TRANSPORTATION.

A WATERLINE EXTENSION PLAN FOR NORA'S RANCH WAREHOUSE

LOCATED IN PORTIONS SEC 13, 1735, R1E & SEC 18, 1735, R14E, GR84M, SANTA CRUZ COUNTY, ARIZONA



LINE DATA (FROM LINE)	LINE DATA (TO LINE)
1. 100' WIDE	1. 100' WIDE
2. 100' WIDE	2. 100' WIDE
3. 100' WIDE	3. 100' WIDE
4. 100' WIDE	4. 100' WIDE
5. 100' WIDE	5. 100' WIDE
6. 100' WIDE	6. 100' WIDE
7. 100' WIDE	7. 100' WIDE
8. 100' WIDE	8. 100' WIDE
9. 100' WIDE	9. 100' WIDE
10. 100' WIDE	10. 100' WIDE

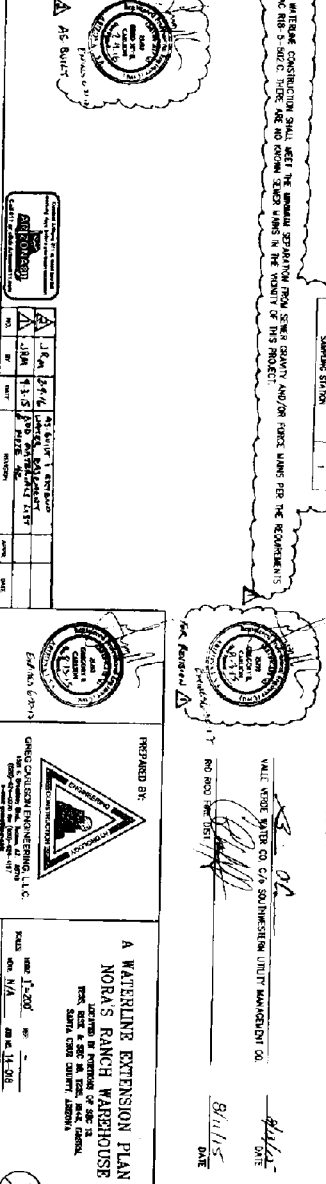
MATERIALS & QUANTITIES	QTY
1. 100' WIDE	1. 100' WIDE
2. 100' WIDE	2. 100' WIDE
3. 100' WIDE	3. 100' WIDE
4. 100' WIDE	4. 100' WIDE
5. 100' WIDE	5. 100' WIDE
6. 100' WIDE	6. 100' WIDE
7. 100' WIDE	7. 100' WIDE
8. 100' WIDE	8. 100' WIDE
9. 100' WIDE	9. 100' WIDE
10. 100' WIDE	10. 100' WIDE

SHEET INDEX	QTY
1. 100' WIDE	1. 100' WIDE
2. 100' WIDE	2. 100' WIDE
3. 100' WIDE	3. 100' WIDE
4. 100' WIDE	4. 100' WIDE
5. 100' WIDE	5. 100' WIDE
6. 100' WIDE	6. 100' WIDE
7. 100' WIDE	7. 100' WIDE
8. 100' WIDE	8. 100' WIDE
9. 100' WIDE	9. 100' WIDE
10. 100' WIDE	10. 100' WIDE

WATERLINE PLAN DETAILS	QTY
1. 100' WIDE	1. 100' WIDE
2. 100' WIDE	2. 100' WIDE
3. 100' WIDE	3. 100' WIDE
4. 100' WIDE	4. 100' WIDE
5. 100' WIDE	5. 100' WIDE
6. 100' WIDE	6. 100' WIDE
7. 100' WIDE	7. 100' WIDE
8. 100' WIDE	8. 100' WIDE
9. 100' WIDE	9. 100' WIDE
10. 100' WIDE	10. 100' WIDE

WATER CO. EASEMENT BOUNDARY INFO	QTY
1. 100' WIDE	1. 100' WIDE
2. 100' WIDE	2. 100' WIDE
3. 100' WIDE	3. 100' WIDE
4. 100' WIDE	4. 100' WIDE
5. 100' WIDE	5. 100' WIDE
6. 100' WIDE	6. 100' WIDE
7. 100' WIDE	7. 100' WIDE
8. 100' WIDE	8. 100' WIDE
9. 100' WIDE	9. 100' WIDE
10. 100' WIDE	10. 100' WIDE

OWNER/DEVELOPER	QTY
1. 100' WIDE	1. 100' WIDE
2. 100' WIDE	2. 100' WIDE
3. 100' WIDE	3. 100' WIDE
4. 100' WIDE	4. 100' WIDE
5. 100' WIDE	5. 100' WIDE
6. 100' WIDE	6. 100' WIDE
7. 100' WIDE	7. 100' WIDE
8. 100' WIDE	8. 100' WIDE
9. 100' WIDE	9. 100' WIDE
10. 100' WIDE	10. 100' WIDE



ATTACHMENT O

**Cost Estimate of Facilities to
be Constructed**

EXHIBIT C

<u>Description</u>	<u>Quantity</u>	<u>Unit</u>	<u>Unit Cost</u>	<u>Cost</u>
8" C900 waterline-buried	2440	LF	\$52.00	\$126,880.00
8" C900 waterline-fully restrained in casing	402.5	LF	\$24.00	\$9,660.00
18" steel casing in-place	402.5	LF	\$420.00	\$169,050.00
18" casing end seals	2	EA	\$100.00	\$200.00
casing spacers	61	EA	\$150.00	\$9,150.00
6" fire hydrant assmby w/ min lateral length and valve	5	EA	\$4,000.00	\$20,000.00
2" DVA blow off assembly in box	4	EA	\$1,500.00	\$6,000.00
8x8 tapping sleeve C900 to C900	1	EA	\$3,500.00	\$3,500.00
8" gate valve	9	EA	\$1,500.00	\$13,500.00
4" gate valve for fire service line to building (w/ stub out)	5	EA	\$1,000.00	\$5,000.00
1" service with box	2	EA	\$1,300.00	\$2,600.00
3/4" ARV with box	3	EA	\$1,200.00	\$3,600.00
1" back flow	2	EA	\$1,000.00	\$2,000.00
concrete pavement replacement	70	LF	\$32.00	\$2,240.00
traffic control (ADOT right-of-way)	1	LS	\$6,500.00	\$6,500.00
Del Campo grade/landscaping/riprap replacement	1	LS	\$1,500.00	\$1,500.00
SUBTOTAL				\$381,380.00
taxes	4.55%			\$17,352.79
TOTAL MATERIALS & LABOR COST				\$398,732.79

ATTACHMENT T
Requests for Service

WATER FACILITIES EXTENSION AGREEMENT

This Agreement is between Valle Verde Water Company, an Arizona public service corporation ("Company"), with offices at 2015 N. Forbes Blvd., Ste. 107, Tucson, AZ 85745, and Delta Properties, LLP ("Developer"), with offices at 2050 N. Smoke Lane, PO Box 1806, Nogales, AZ 85621.

RECITALS

- A. Company is a public service corporation within the meaning of Article 15, Section 2, of the Arizona Constitution, and is authorized to provide potable water service within portions of Santa Cruz County, Arizona, in accordance with a Certificate of Convenience and Necessity ("CC&N") granted by the Arizona Corporation Commission ("Commission").
- B. Company is obligated to provide safe and affordable water service to the public.
- C. Company's water operations are governed by numerous federal and state statutes and regulations, and are subject to regulation by numerous federal and state agencies.
- D. Developer proposes to develop a 44.4-acre parcel located outside of the Company's CC&N, including for a commercial warehouse and related office space ("Development"), described in Exhibit A and mapped in Exhibit B. The water demand for the Development is 1,954 gallons per day, or approximately 2.2 acre-feet per year.
- E. To meet the proposed water demand, the Company will need to construct additional transmission and distribution facilities.
- F. Developer will need to design, construct, and install potable water facilities to provide water service to the Development ("Facilities"). Those Facilities are included in a schedule of materials, unit quantities, and cost estimates, set forth in Exhibit C. The Facilities map is set forth in Exhibit D.
- G. Developer and Company must obtain regulatory approvals before the Facilities can be built and serve the Development.
- H. After designing, permitting, constructing, and installing the Facilities, Developer wants to transfer the Facilities to Company.
- I. Although the Development is outside Company's CC&N, Company is willing to apply to the Commission to expand its CC&N to include the Development.
- J. So long as the Facilities are properly designed, permitted, constructed, installed, and approved by regulating authorities, Company believes accepting the Facilities and serving the Development promotes Company's and the public's interests, health, and welfare.

AGREEMENT

The Parties agree to incorporate the recitals in this Agreement and further agree as follows:

1.0 Developer's General Obligations

1.1 Developer will design, permit, purchase, transport, construct, test, install, connect, bond, secure approvals, and insure the Facilities at no cost to Company.

1.2 Developer must follow good utility practices and the applicable governmental rules, regulations, and policies when designing, permitting, constructing, installing, and connecting the Facilities.

1.3 Developer will establish that water is physically, continually, and legally available to meet the Development's projected 100-year water demand under Arizona Department of Water Resources ("ADWR") rules and policies provided the Development is deemed a subdivision under Arizona law.

1.4 Subject to Company approval, Developer will permanently transfer to Company:

1.4.1 Facilities; and

1.4.2 Property including fee simple title, easements, fixtures, as well as rights and privileges pertaining to property including access and use, water rights and claims, mineral, and utility rights ("Real Property Interests") reasonably required by Company to operate and maintain the Facilities.

1.5 Developer will transfer the Facilities and Real Property Interests to Company at no cost.

1.6 Upon execution of this Agreement, Developer will pay Company a non-refundable development plan review, inspection, and administration fee of \$15,000 ("Administration Fees") to compensate Company for assisting, coordinating, reviewing, inspecting, testing, and approving Facilities, as well as overhead costs and legal fees incurred by Company under this Agreement, including the CC&N extension.

2.0 Company's General Obligations

2.1 If Developer has met its obligations, then Company will:

2.1.1 Promptly review, inspect, and, if appropriate, approve the Facilities;

2.1.2 Approve and accept the Facilities and the Real Property Interests reasonably required to operate and maintain the Facilities; and

2.1.3 Assist Developer secure necessary regulatory approvals, which includes executing notices of intent to serve and filing applications prepared by Developer with the Commission, ADWR, Arizona Department of Environmental Quality ("ADEQ"), and Arizona Department of Transportation.

2.2 After accepting the Facilities and Real Property Interests, Company will operate and maintain the Facilities.

3.0 Construction Timing

3.1 Developer estimates construction will start on Oct 15 2015 and will be completed by DEC 30 2015.

3.2 This Agreement is void if Developer does not begin construction within 2 years from the date of this Agreement.

3.3 Developer may request Company to extend this Agreement for an additional year. That request must:

3.3.1 Be in writing;

3.3.2 State Developer's new proposed construction start date; and

3.3.3 Include a reasonable schedule to meet that date.

3.4 Company's approval of the request for extension will not be unreasonably withheld.

INITIAL PLANNING STAGE

4.0 Master Plan

4.1 No master plan is required.

5.0 Facilities Plans and Specifications

5.1 Developer will prepare Facilities plans and specifications by a licensed engineer registered in Arizona ("Plans and Specifications").

5.2 Developer will submit the Plans and Specifications to Company for approval. Company will promptly review the Plans and Specifications and issue, in writing, its review comments or approval, as appropriate.

5.3 If the Plans and Specifications are not approved by Company, then Developer will modify the Plans and Specifications to address Company's comments and resubmit the Plans and Specifications for Company's review and approval.

5.4 If Developer begins Facilities construction before Company approves the Plans and

Specifications, this construction will be at Developer's sole risk and subject to repair, alteration or reconstruction at Developer's expense as directed by Company.

6.0 Plats

6.1 Developer must submit to Company a site plan or preliminary plat locating reasonably sized land parcels dedicated to water utility uses, rights-of-way, easements, and similar land uses;

6.2 Developer has an ongoing duty to promptly submit to Company:

6.2.1 Any original, revised, or amended preliminary plat;

6.2.2 Address maps; and

6.2.3 Any similar items reasonably requested by Company.

FACILITY CONSTRUCTION STAGE

7.0 Construction Risk and Insurance

7.1 Before Developer transfers the Facilities and Real Property Interests to Company, Developer retains all risk of loss of Facilities and Real Property Interests.

7.2 Before beginning Facilities construction, Developer will furnish Company with proof of insurance coverage in the following types and amounts:

7.2.1 Worker's Compensation Insurance and Occupational Disease Disability Insurance in the benefit amounts required by law.

7.2.2 Commercial General Liability Insurance, including operations and protective liability coverage, with limits of not less than \$2,000,000 combined single limit for bodily injury (including death) and property damage. If blasting is required, Developer's insurance will specifically cover that risk. Company will be named as an additional insured.

7.2.3 Comprehensive Automobile Liability Insurance covering all owned, non-owned, hired and leased vehicles with limits of at least \$2,000,000 combined single limit for Bodily Injury and Property Damage Liability for each occurrence.

7.3 Developer will retain the insurance coverage described above until construction is complete.

8.0 Inspection and Testing

8.1 Developer must notify Company at least 3 business days before any water quality tests, any Facilities tests, or any Facilities inspections.

9.0 Construction Water

9.1 If Company determines its available water supply exceeds its customer demand, then Company will provide Developer water for construction uses within the Development.

9.2 Developer must meter all water taken from Company's system and Company will charge Developer for that water according to the applicable rate.

10.0 System Integration

10.1 Developer acknowledges that Company has the right to, and may, connect its existing or future water infrastructure to the Facilities.

10.2 If requested by Company, Developer will oversize the Facilities above the sizing or capacity required.

PRETRANSFER STAGE

11.0 Regulatory Authorizations for Facilities.

11.1 Prior to Operational Acceptance (defined below), Developer will obtain, or cause to be obtained, at no cost to Company, the following governmental permits, approvals, and authorizations, if applicable, for the Facilities:

11.1.1 Certificate of Approval to Construct;

11.1.2 Zoning clearances, agricultural clearances, and land use permits;

11.1.3 Construction permits;

11.1.4 Discharge permits and storm water pollution prevention plan approval;

11.1.5 Drinking water source approval;

11.1.6 New public water system approval;

11.1.7 Adequate water supply report or designation of adequate water supply;

11.1.8 Certificate of Approval of Construction; and

11.1.9 Any other required permits, approvals, or authorizations from regulatory agencies.

11.2 Company will use its reasonable best efforts to assist Developer to obtain any required authorizations necessary for Company to provide water services to Development.

11.3 If Developer begins building Facilities before obtaining the regulatory authorizations, then that construction will be at Developer's sole risk and subject to repair, alteration or reconstruction at Developer's expense to achieve regulatory compliance.

TRANSFER STAGE

12.0 Land Transfer.

12.1 Before transferring the Facilities to Company, Developer must convey Real Property Interests where Facilities are located to Company.

12.2 Anywhere wells, storage, pumping equipment, treatment equipment, and similar Facilities will be located, Company must receive free and clear title by Special Warranty Deed to the land. These lands are mapped and legally described in Exhibit E.

12.3 Where only water transmission infrastructure, such as pipelines and laterals, will be located, Developer must demonstrate that Company will have the continuing right to operate, repair, and maintain transmission infrastructure on the land. These lands may be either:

12.3.1 Publicly dedicated streets, easements, or other public rights-of-way; or

12.3.2 Private easements or right-of-way, free from all liens and security interests, granted to Company as necessary for Company to install, access, operate, repair, and maintain the transmission infrastructure.

12.4 Private easements or rights-of-way must be:

12.4.1 Free of physical encroachments, encumbrances, or obstacles;

12.4.2 May require stabilized roadway access; and

12.4.3 At least 12 feet wide.

12.5 Company must be able to legally access all Facilities sites from public roadways. Easements or rights-of-way must accommodate heavy equipment used to operate, repair, and maintain Facilities.

13.0 Operational Acceptance.

13.1 Before Company will accept the Facilities and Real Property Interests, Developer must provide Company the following:

13.1.1 Lien waivers and releases from contractors, subcontractors, and vendors for all Facilities' materials, equipment, supplies, and construction;

13.1.2 Receipts, showing amounts paid by Developer to all contractors, subcontractors, and vendors for all Facilities' materials, equipment, supplies, labor, and other costs;

13.1.3 "As-built" drawings on 4-mil Mylar, certified as to correctness by an engineer registered in the State of Arizona;

13.1.4 Documents confirming the Facilities transfer to Company;

13.1.5 An executed warranty deed transferring the Real Property Interests to Company;

- 13.1.6 Documents showing the Real Property Interests and Facilities are free and clear of liens or other clouds on the title, except those specifically accepted by Company;
 - 13.1.7 Phase One Environmental Assessment, showing that the Real Property Interests contain no unreasonable amount of contaminants if such an Assessment exists;
 - 13.1.8 All Certificates of Approval to Construct;
 - 13.1.9 Zoning clearances, agricultural clearances, and land use permits;
 - 13.1.10 All construction permits;
 - 13.1.11 Discharge permits and storm water pollution prevention plan approval;
 - 13.1.12 All Certificates of Approval of Construction; and
 - 13.1.17 Any other required permits, approvals, or authorizations from regulatory agencies.
- 13.2 If Company has determined that the Facilities have been constructed according to the approved Plans and Specifications and will operate satisfactorily, then Company will accept the Facilities, subject to further inspection by Company and Developer's correction of any outstanding punch list items ("Operational Acceptance").
- 13.3 Company will provide Developer prompt written notice that states Company has issued Operational Acceptance and identifies all punch list items Developer must remedy.
- 13.4 Upon Operational Acceptance, Company will serve potable water to the Development or Development Phase, as applicable. The Facilities will not be placed in service until Company has issued its Operational Acceptance.
- 13.5 Following Operational Acceptance, Developer must promptly repair all damage to the Facilities caused by its activities within Development.
- 14.0 Final Acceptance**
- 14.1 Within 1 year following Operational Acceptance, a final inspection will occur. If during final inspection any uncorrected or new punch list items are identified, then Developer must correct those defects and deficiencies before final acceptance is issued.
- 14.2 Company will accept the Facilities in writing once Developer has:
- 14.2.1 Met all Operational Acceptance requirements;
 - 14.2.2 Completed Facilities construction, which includes satisfying all punch list item requirements;

14.2.3 Paid all Company fees; and

14.2.4 Completed final grade adjustments.

15.0 Refunds and Reimbursements

15.1 Refunds of the Advance In Aid of Construction shall be made by the Company on or before the 31st day of August of each year commencing with August of ____ covering any refunds owing from the water revenues received during the preceding July 1 to June 30 period. Any additional charge made by the Company based on any sales, privilege tax, excise tax, or regulatory assessment, shall not be included in the computation. The annual refund shall equal ten percent (10%) of the total gross annual revenue from water sales to each bona fide customer in the Development for a period of ten (10) years from the date of this Agreement.

ONGOING WATER SERVICE PROVISIONS

16.0 Water Service

16.1 Company will provide water service to the Development once:

16.1.1 Company has issued Operational Acceptance of the Facilities; and

16.1.2 ADEQ has issued its Approval of Construction.

16.2 Company will use its reasonable best efforts to maintain satisfactory and continuous service, but does not guarantee a continuous water service.

16.3 Company is not liable for damages occasioned by: (a) water service interruptions; (b) failures to commence service; (c) unsatisfactory service; or (d) any act or failure to act arising caused by:

16.3.1 Act of God;

16.3.2 Public enemy, strike, riot, or war;

16.3.3 Accident, fire, or explosion;

16.3.4 Shipping delays;

16.3.5 Order or judgment by a court, commission, or tribunal having jurisdiction; or

16.3.6 Any other act or thing reasonably beyond its control or incident to interruptions necessary for repairs or changes in Company's production or water system, including Facilities.

GENERAL PROVISIONS

17.0 Assignment

17.1 Neither Company nor Developer may assign its rights or obligations under this Agreement without the other party's prior written consent. This consent may be withheld only for good cause.

18.0 Binding Agreement

18.1 This Agreement binds, and inures to the benefit of, the parties, and their respective legal representatives, administrators, executors, agents, successors, and assigns.

19.0 Applicable Law

19.1 Arizona law governs this Agreement and its performance is subject to regulation by the State of Arizona as well as federal, state, and local regulatory agencies with jurisdiction.

21.0 Indemnification

20.1 Developer indemnifies, defends and holds harmless (a) Company, its officers, directors, agents, and employees harmless (b) from and against all claims, damages, costs, expenses, penalties, assessments, attorneys' fees, and court costs (c) that it or they may be subjected by reason of injury, death, loss, claim, penalty, assessment, or damage (d) caused or contributed to by active or passive negligence of Developer, its agents, servants, employees, contractors or subcontractors (e) relating to this Agreement.

20.2 If any suit or other proceeding is brought on this account, Developer will assume the defense at Developer's expense and will pay all judgments rendered therein.

20.3 The foregoing Developer's indemnity does not cover any negligent or wrongful acts by Company, its officers, directors, agents, or employees.

21.0 Waivers

21.1 Either party may waive any provision in this Agreement intended for its benefit.

21.2 Any waiver must be in writing.

21.3 No waiver of a provision will operate to waive any other provision.

21.4 If either party fails to require the other to perform any term of this Agreement, that failure does not prevent the party from later enforcing that term.

22.0 Communications

22.1 Communications under this Agreement should be should be addressed as follows:

Company:

Valle Verde Water Company
2015 N. Forbes Blvd., Ste. 107
Tucson, AZ 85745

Developer:

Dino Panousopoulos
Delta Properties, LLP
2050 North Smokey Lane
PO Box 1806
Nogales, Arizona 85621
520-281-4444

23.0 Address Changes

23.1 A party changing their address will notify the other party in writing.

24.0 Agents

24.1 Company is not an agent for Developer and will not incur any costs or expenses on Developer's behalf. Developer is not an agent for Company and will not incur any costs or expenses on Company's behalf.

25.0 Headings and Counterparts

25.1 The headings in this Agreement are for reference purposes and do not limit or define any provision.

26.0 Further Documentation

26.1 Each party agrees in good faith to execute any additional documents as may be necessary or appropriate to fully carry out the intent and purpose of this Agreement.

27.0 Counterparts

27.1 This Agreement may be executed in counterparts.

28.0 Entire Agreement

28.1 This Agreement contains the entire understanding among the parties. This Agreement may be amended only by an instrument in writing signed by all parties. All amendments to this Agreement must be in writing and signed by the Parties.

Signed by the parties as of 8/20/15 :

Valle Verde Water Company

Developer

By: Beverly C. Salgado

Its: owner

By: 

Its: member.

LIST of REQUIRED EXHIBITS
(all exhibits are to be 8-1/2 x 11)

- EXHIBIT A - Development Legal Description (prepared by engineer)
(This needs to be stamped by a professional engineer and state the total acreage at the bottom of the legal description.)
- EXHIBIT B - Development Map (prepared by engineer)
(This needs to show bearings and distances for the property boundary)
- EXHIBIT C - Facilities Description and Cost Estimate (prepared by engineer)
(includes wells, tanks, booster stations, and pipelines)
- EXHIBIT D - Facilities Map (prepared by engineer)
- EXHIBIT E - Legal Description and Map Real Property to be Conveyed to Company

EXHIBIT "A"

DEVELOPMENT LEGAL DESCRIPTION

A portion of the Southeast Quarter of Section 13, Township 23 South, Range 13 East, and a portion of the Southwest Quarter of Section 18, Township 23 South, Range 14 East, Gila and Salt River Meridian, Santa Cruz County Arizona, more particularly described as follows:

Commencing at the Southeast Quarter of Section 13, being a one and one-half inch open pipe in concrete and the **POINT OF BEGINNING**;

Thence South $89^{\circ}43'51''$ West a distance of 901.26 feet to a point on the east right-of-way line of Interstate-19 marked by an ADOT monument;

Thence North $07^{\circ}01'09''$ West along the east right-of-way line of Interstate-19, a distance of 1,112.66 feet to a point;

Thence North $77^{\circ}48'57''$ East a distance of 146.96 feet to a point;

Thence North $77^{\circ}40'01''$ East a distance of 289.89 feet to a point;

Thence North $66^{\circ}58'22''$ East a distance of 204.55 feet to a point;

Thence North $74^{\circ}10'59''$ East a distance of 118.39 feet to a point;

Thence North $09^{\circ}03'29''$ West a distance of 18.85 feet to a point;

Thence South $89^{\circ}30'36''$ East a distance of 60.14 feet to a point;

Thence South $89^{\circ}30'36''$ East a distance of 232.99 feet to a point on the southwesterly right-of-way line of Old Tucson Road;

Thence South $56^{\circ}28'18''$ East, along said right-of-way line, a distance of 79.78 feet to a point;

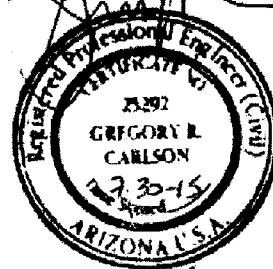
Thence, continuing South $56^{\circ}28'18''$ East, along said right-of-way line, a distance of 118.29 feet to a non-tangent point of curvature of said right-of-way line, on a curve concave to the southwest, having a radius of 1,382.50 feet, a chord bearing of South $38^{\circ}58'19''$ East, and a chord length of 828.31 feet;

Thence southeasterly, along said curved right-of-way line, a total arc length of 841.23 feet to the end point of said curve to complete an internal angle of $34^{\circ}51'49''$;

Thence departing from said curve on a non-tangent segment of the westerly right-of-way line of Old Tucson Road South $21^{\circ}28'10''$ East a distance of 604.57 feet to a point on the south line of Section 18;

Thence South $89^{\circ}38'33''$ West, along the south line of Section 18, a distance of 889.27 feet to return to the **POINT OF BEGINNING**;

Said parcel contains 44.74 acres more or less.



LINE DATA

LINE	LENGTH	BEARING
L1	901.26'	S89°43'51" W
L2	1112.66'	N07°01'09" W
L3	146.96'	N77°48'57" E
L4	289.89'	N77°40'01" E
L5	204.55'	N66°58'22" E
L6	118.39'	N74°10'59" E
L7	18.85'	N09°03'29" W
L8	60.14'	S89°30'36" E
L9	232.99'	S89°30'36" E
L10	79.78'	S56°28'18" E
L11	118.29'	S56°28'18" E
L12	604.57'	S21°28'10" E
L13	889.27'	S89°38'33" W

CURVE DATA

CURVE	LENGTH	RADIUS	ANGLE
C1	841.23'	1,382.60'	34°51'49"

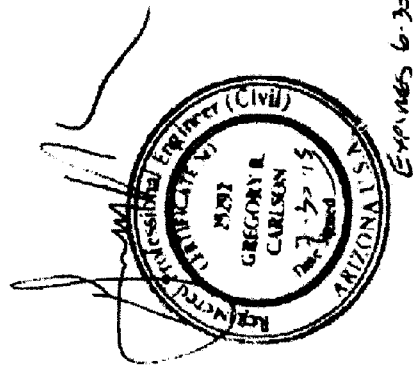
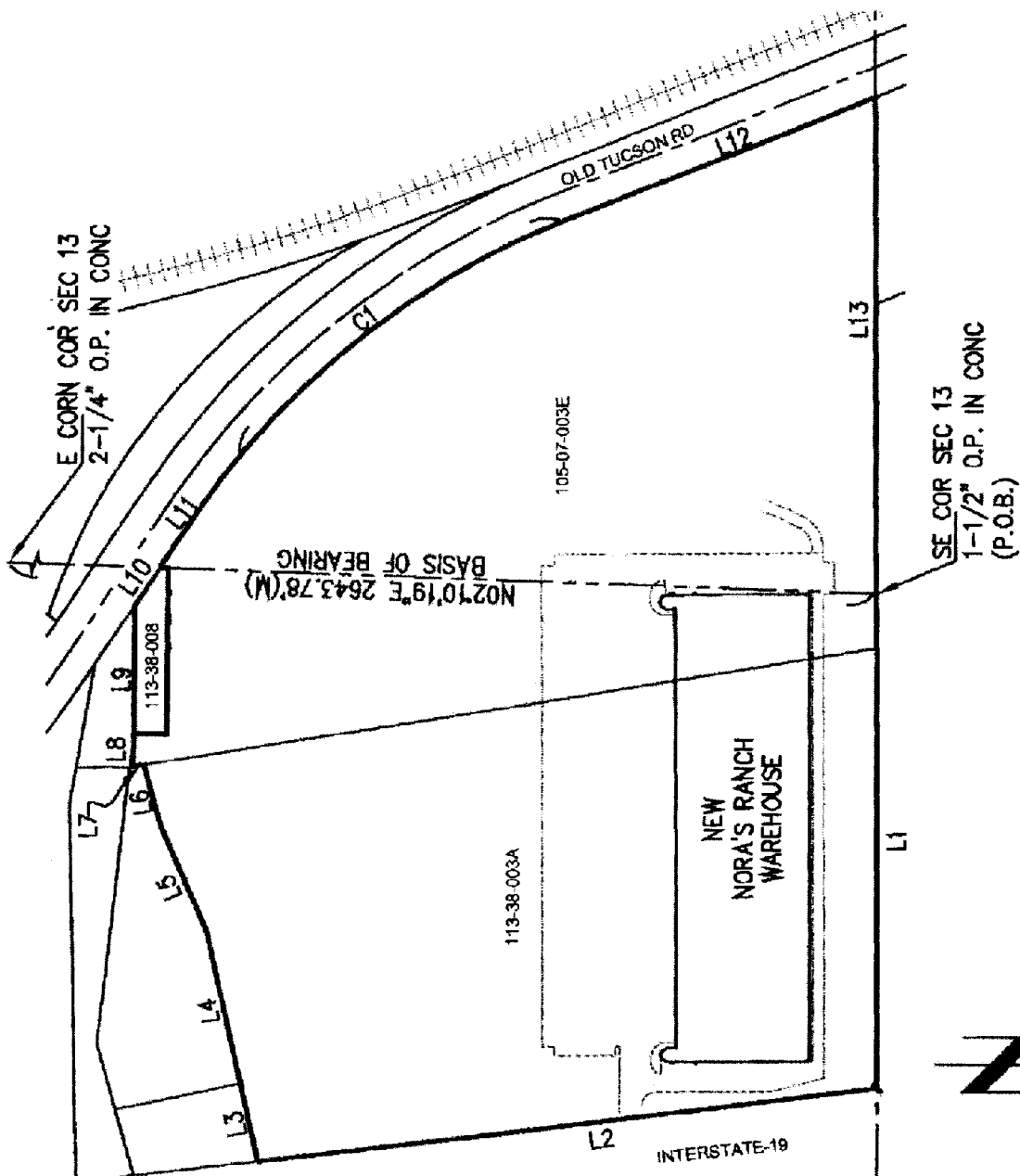


EXHIBIT B
NORA'S RANCH
DEVELOPMENT MAP

SCALE: 1"=300'

EXHIBIT C

<u>Description</u>	<u>Quantity</u>	<u>Unit</u>	<u>Unit Cost</u>	<u>Cost</u>
8" C900 waterline-buried	2440	LF	\$52.00	\$126,880.00
8" C900 waterline-fully restrained in casing	402.5	LF	\$24.00	\$9,660.00
18" steel casing in-place	402.5	LF	\$420.00	\$169,050.00
18" casing end seals	2	EA	\$100.00	\$200.00
casing spacers	61	EA	\$150.00	\$9,150.00
6" fire hydrant assembly w/ min lateral length and valve	5	EA	\$4,000.00	\$20,000.00
2" DVA blow off assembly in box	4	EA	\$1,500.00	\$6,000.00
8x8 tapping sleeve C900 to C900	1	EA	\$3,500.00	\$3,500.00
8" gate valve	9	EA	\$1,500.00	\$13,500.00
4" gate valve for fire service line to building (w/ stub out)	5	EA	\$1,000.00	\$5,000.00
1" service with box	2	EA	\$1,300.00	\$2,600.00
3/4" ARV with box	3	EA	\$1,200.00	\$3,600.00
1" back flow	2	EA	\$1,000.00	\$2,000.00
concrete pavement replacement	70	LF	\$32.00	\$2,240.00
traffic control (ADOT right-of-way)	1	LS	\$6,500.00	\$6,500.00
Del Campo grade/landscaping/riprap replacement	1	LS	\$1,500.00	\$1,500.00
SUBTOTAL				\$381,380.00
taxes	4.55%			\$17,352.79
TOTAL MATERIALS & LABOR COST				\$398,732.79



SCALE: 1"=200'

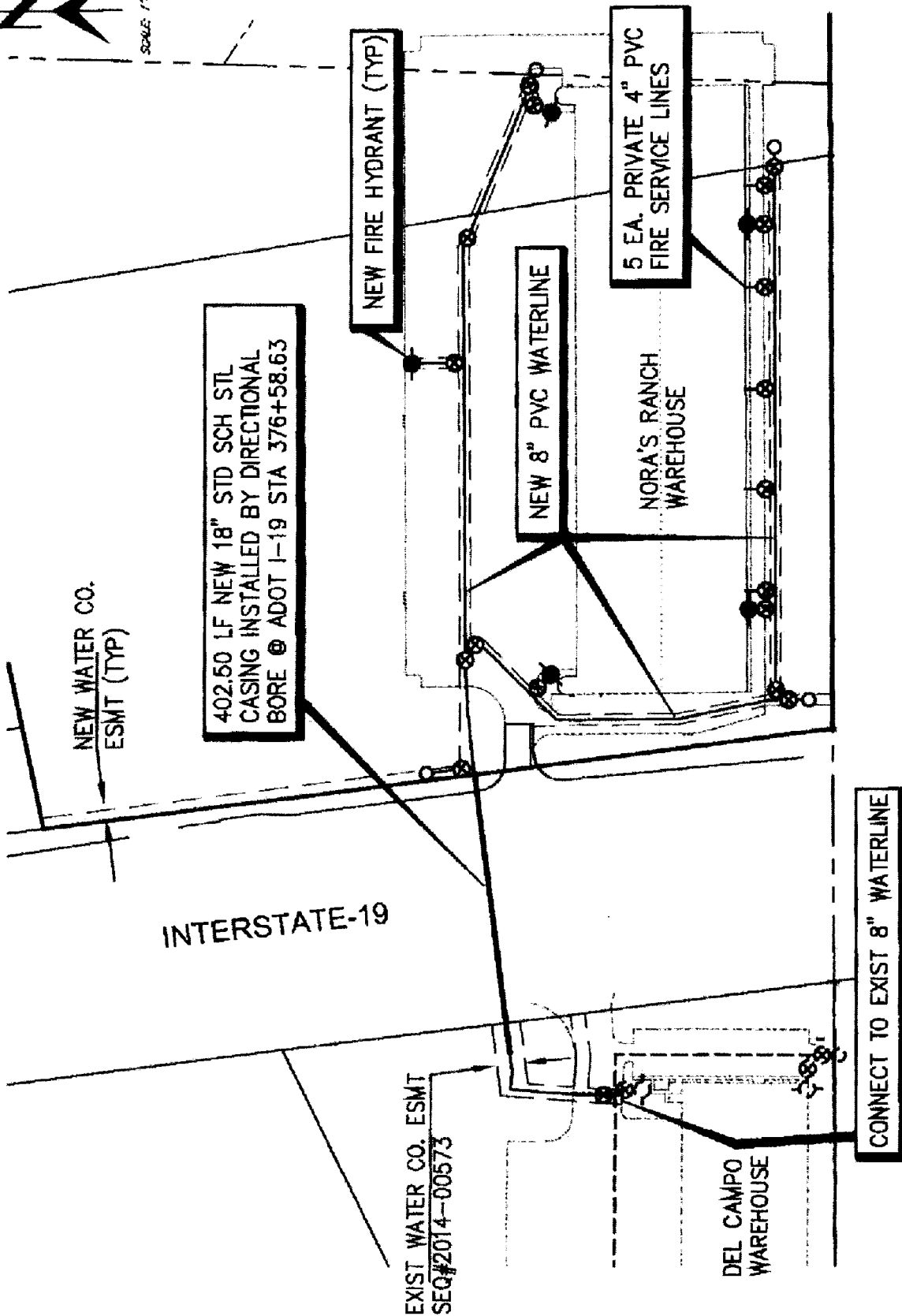


EXHIBIT D
FACILITIES MAP

EXHIBIT E

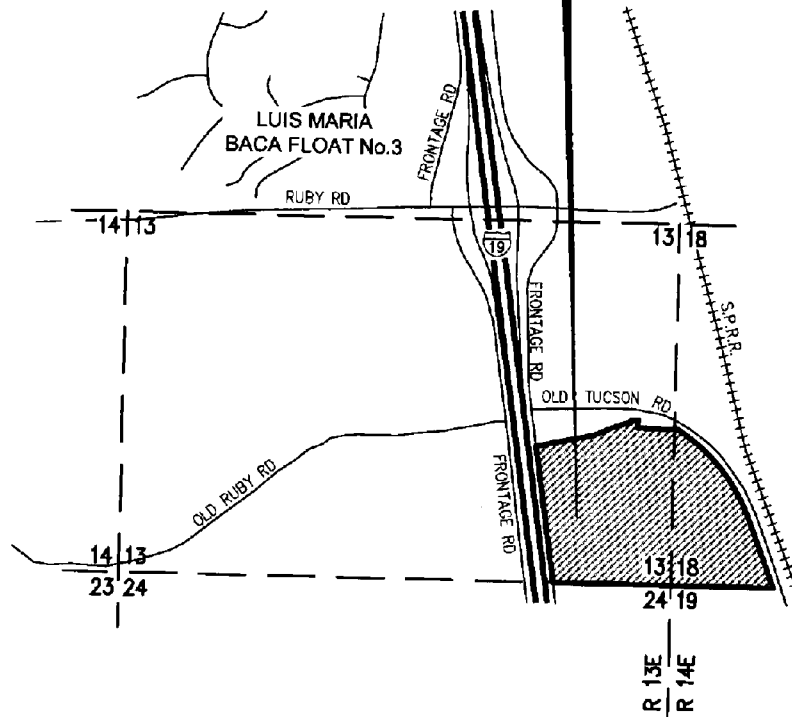
"No land is to be conveyed to Company."

ATTACHMENT U
Detailed Map of Extension

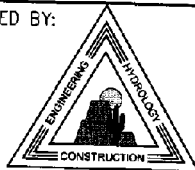


SCALE: 3"=1 MILE

THIS PROJECT



PREPARED BY:



GREG CARLSON ENGINEERING, L.L.C.

1521 E. Broadway Blvd., Tucson, AZ 85719
(520)-624-0070 fax (520)-624-4197
e-mail: gregc@gregceng.biz

DESIGNED BY: GRC

DRAFTED BY: JLF

II-A-1

**SITE LOCATION
FOR**

NORA'S RANCH WAREHOUSE

LOCATED IN A PORTIONS OF SEC 13, T23S, R13E, &
SECS 18&19 T23S, R14E G&SRM SANTA CRUZ CO., AZ

SCALES: HORIZ: 3"=1 mi REF: -

VERT: - JOB NO. 13-035

CHECKED BY: GRC

DATE: AUGUST, 2013

Attachment V

Municipal Notice

To Be Late Filed

ATTACHMENT Y

Tariffs

Valle Verde Water Company, Inc.

TARIFF SCHEDULE OF RATES AND CHARGES FOR SERVICE

Approved by the Arizona Corporation Commission in Decision No.

74503

Rates and charges herein effective for all service provided on and after:

May 30, 2014

MONTHLY USAGE CHARGES

5/8 x 3/4 - Inch Meter	\$	21.64
3/4 - Inch Meter		21.64
1 - Inch Meter		54.10
1 1/2 - Inch Meter		108.20
2 - Inch Meter		173.12
3 - Inch Meter		346.24
4 - Inch Meter		541.00
6 - Inch Meter		1,082.00

COMMODITY CHARGE (per 1,000 gallons)

5/8 x 3/4 Inch Meter (Residential)

0 to 3,000 Gallons	\$	0.97
3,001 to 7,000 Gallons		3.75
Over 7,000 Gallons		5.22

3/4-Inch Meter (Residential)

0 to 3,000 Gallons	\$	0.97
3,001 to 7,000 Gallons		3.75
Over 7,000 Gallons		5.22

5/8 x 3/4 Inch Meter (Non-Residential)

0 to 7,000 Gallons		3.75
Over 7,000 Gallons		5.22

3/4 Inch Meter (Non-Residential)

0 to 7,000 Gallons		3.75
Over 7,000 Gallons		5.22

1 Inch Meter (All Classes)

0 to 15,000 Gallons		3.75
Over 15,000 Gallons		5.22

1 1/2 Inch Meter (All Classes)

0 to 20,000 Gallons		3.75
Over 20,000 Gallons		5.22

2 Inch Meter (All Classes)

0 to 50,000 Gallons		3.75
Over 50,000 Gallons		5.22

3 Inch Meter (All Classes)

0 to 100,000 Gallons		3.75
Over 100,000 Gallons		5.22

Valle Verde Water Company, Inc.

TARIFF SCHEDULE OF RATES AND CHARGES FOR SERVICE

Approved by the Arizona Corporation Commission in Decision No.

74503

Rates and charges herein effective for all service provided on and after:

May 30, 2014

COMMODITY CHARGE (per 1,000 gallons) (Continued)

4 Inch Meter (All Classes)

0 to 150,000 Gallons	3.75
Over 150,000 Gallons	5.22

6 Inch Meter (All Classes)

0 to 500,000 Gallons	3.75
Over 500,000 Gallons	5.22

Temporary Interim Manager Surcharge**

(Per 1,000 gallons All Meter Sizes, All Classes)

All Usage 0.60

**The Temporary Interim Manager Surcharge shall continue until the past due amounts owed to Southwestern Utility Management, Inc. have been paid in full.

SERVICE CHARGES

Establishment	\$ 30.00
Reconnection (Delinquent)	40.00
After Hours Service Charge	35.00
Meter Test (If Correct)	35.00
Meter Re-Read (If Correct)	20.00
NSF Check	30.00
Deposit	(a)
Deposit Interest (per Year)	(a)
Re-establishment (Within 12 Months)	(b)
Late Payment Charge (Per Month)	1.50%
Deferred Payment (Per Month)	1.50%
Moving Customer Meter (At Customer Request)	At Cost
Monthly Service Charge for Fire Sprinkler	(c)

(a) Per Commission Rule A.A.C. R-14-2-403(B).

(b) Number of months off system times the monthly minimum, per Commission rule A.A.C. R-14-2-403(D).

(c) 2% of monthly minimum for a comparable sized meter connection, but no less than \$10.00 per month.

SERVICE LINE AND METER INSTALLATION CHARGES
--

(Refundable pursuant to A.A.C. R14-2-405)	Service Line	Meter	Total Charges
5/8-inch x 3/4-inch Meter	\$ 445.00	\$ 155.00	\$ 600.00
3/4-inch Meter	445.00	255.00	700.00
1-inch Meter	495.00	315.00	810.00
1 1/2-inch Meter	550.00	525.00	1,075.00
2-inch Turbine Meter	830.00	1,045.00	1,875.00
2-inch Compound Meter	830.00	1,890.00	2,720.00
3-inch Turbine Meter	1,045.00	1,670.00	2,715.00
3-inch Compound Meter	1,165.00	2,545.00	3,710.00
4-inch Turbine Meter	1,490.00	2,670.00	4,160.00
4-inch Compound Meter	1,670.00	3,645.00	5,315.00
6-inch Turbine Meter	2,210.00	5,025.00	7,235.00
6-inch Compound Meter	2,330.00	6,920.00	9,250.00
Over 6-inch	At Cost	At Cost	At Cost

In addition to collecting its regular rates and charges, the Company shall collect from its customers a proportionate share of any privilege, sales, or use tax per A.A.C. R14-2-409(D)(5).

ATTACHMENT Y-1

Franchise

To be late filed

ATTACHMENT Y-2
ADEQ Approval to Construct



ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
CERTIFICATE OF APPROVAL TO CONSTRUCT
WATER FACILITIES

Page 1 Of 2

ADEQ File No: 20150200	LTF No: 62912
System Name: Valle Verde Water Co.	System Number: 12-025
Project Owner: Delta Companies	
Address: 2050 N. Smokey Lane, Nogales, AZ 85621	
Project Location: Rio Rico	County: Santa Cruz
Description: INSTALLATION OF 8 INCH 2,176 LF OF PVC 200 C900, 5 FIRE HYDRANT AND RELATED MATERIALS TO SERVE THE NORA'S RANCH WAREHOUSE(ONSITE).	

Approval to construct the above-described facilities as represented in the approved documents on file with the Arizona Department of Environmental Quality is hereby given subject to provisions 1 through 5 continued on page 2 through 2

1. This project must be constructed in accordance with all applicable laws, including Title 49, Chapter 2, Article 9 of the Arizona Revised Statutes and Title 18, Chapter 5, Article 5 of the Arizona Administrative Code.
2. Upon completion of construction, the engineer shall fill out the Engineer's Certificate of Completion and forward it to the Southern Regional Office located in Tucson. If all requirements have been completed, that unit will issue a Certificate of Approval of Construction. R18-5-507(B), Ariz. Admin.Code. At the project owner's request, the Department **may** conduct the final inspection required pursuant to R18-5-507(B); such a request must be made in writing in accordance with the time requirements of R18-5-507(C), Ariz. Admin. Code.
3. This certificate will be void if construction has not started within one year after the Certificate of Approval to Construct is issued, there is a halt in construction of more than one year, or construction is not completed within three years of the approval date. Upon receipt of a written request for an extension of time, the Department may grant an extension of time; an extension of time must be in writing. R18-5-505(E), Ariz. Admin. Code.
4. Operation of a newly constructed facility shall not begin until a Certificate of Approval of Construction has been issued by the Department. R18-5-507(A), Ariz. Admin. Code.

Reviewed by: FM3

By: Fahmida Maula 9/4/15
Fahmida Maula Date
Water Quality Division

cc: File No: 20150200
Regional Office: Southern
Owner: Delta Companies
County Health Department: Santa Cruz
Engineer: Greg Carlson Engineering
Planning and Zoning/Az Corp. Commission
Engineering Review Database - Etr021

**APPROVAL TO CONSTRUCT
POTABLE WATERLINE
ADEQ FILE No. 20150200
PAGE 2 OF 2: PROVISIONS CONTINUED**

5. The Arizona Department of Environmental Quality's review of this application was subject to the requirements of the licensing time frames ("LTF") statute under Arizona Revised Statutes ("A.R.S.") § 41-1072 through § 41-1079 and the LTF rules under Arizona Administrative Code ("A.A.C.") R18-1-501 through R18-1-525. This Notice is being issued within the overall time frame for your application.

ADEQ hereby approves your application for Approve to Construct Drinking Water Facilities under A.R.S. § 49-351. Your copy is enclosed.

This decision is an appealable agency action under A.R.S. § 41-1092. You have a right to request a hearing and file an appeal under A.R.S. § 41-1092.03(B). You must file a written Request for Hearing or Notice of Appeal within **30 days** of your receipt of this Notice. A Request for Hearing or Notice of Appeal is filed when it is received by ADEQ's Hearing Administrator as follows:

Office of Administrative Counsel
Arizona Department of Environmental Quality
1110 W. Washington Street
Phoenix, AZ 85007

The Request for Hearing or Notice of Appeal shall identify the party, the party's address, the agency and the action being appealed and shall contain a concise statement of the reasons for the appeal. Upon proper filing of a Request for Hearing or Notice of Appeal, ADEQ will serve a Notice of Hearing on all parties to the appeal. If you file a timely Request for Hearing or Notice of Appeal you have a right to request an informal settlement conference with ADEQ under A.R.S. § 41-1092.06. This request must be made in writing no later than **20 days** before a scheduled hearing and must be filed with the Hearing Administrator at the above address.

Please contact Fahmida Maula at (602) 771-4748 or fm3@azdeq.gov if you have questions regarding this Notice or the Certificate of Approved to Construct.



ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
CERTIFICATE OF APPROVAL TO CONSTRUCT
WATER FACILITIES

Page 1 Of 2

ADEQ File No: 20150201	LTF No: 62913
System Name: Valle Verde Water Co.	System Number: 12-025
Project Owner: Delta Companies	
Address: 2050 N. Smokey Lane, Nogales, AZ 85621	
Project Location: Rio Rico	County: Santa Cruz
Description: INSTALLATION OF OFFSITE 8INCH 606 LF OF PVC C 900 WATERLINE IN 405 LF OF 18 INCH STEEL CASING AND RELATED MATERIALS TO SERVE NORA'S RANCH WAREHOUSE.	

Approval to construct the above-described facilities as represented in the approved documents on file with the Arizona Department of Environmental Quality is hereby given subject to provisions 1 through 5 continued on page 2 through 2

1. This project must be constructed in accordance with all applicable laws, including Title 49, Chapter 2, Article 9 of the Arizona Revised Statutes and Title 18, Chapter 5, Article 5 of the Arizona Administrative Code.
2. Upon completion of construction, the engineer shall fill out the Engineer's Certificate of Completion and forward it to the Southern Regional Office located in Tucson. If all requirements have been completed, that unit will issue a Certificate of Approval of Construction. R18-5-507(B), Ariz. Admin. Code. At the project owner's request, the Department may conduct the final inspection required pursuant to R18-5-507(B); such a request must be made in writing in accordance with the time requirements of R18-5-507(C), Ariz. Admin. Code.
3. This certificate will be void if construction has not started within one year after the Certificate of Approval to Construct is issued, there is a halt in construction of more than one year, or construction is not completed within three years of the approval date. Upon receipt of a written request for an extension of time, the Department may grant an extension of time; an extension of time must be in writing. R18-5-505(E), Ariz. Admin. Code.
4. Operation of a newly constructed facility shall not begin until a Certificate of Approval of Construction has been issued by the Department. R18-5-507(A), Ariz. Admin. Code.

Reviewed by: FM3

By: Fahmida Maula 9/4/15
Fahmida Maula Date
Water Quality Division

cc: File No : 20150201
Regional Office: Southern
Owner: Delta Companies
County Health Department: Santa Cruz
Engineer: Greg Carlson Engineering
Planning and Zoning/Az Corp. Commission
Engineering Review Database - Etr021

**APPROVAL TO CONSTRUCT
POTABLE WATERLINE
ADEQ FILE No. 20150201
PAGE 2 OF 2: PROVISIONS CONTINUED**

5. The Arizona Department of Environmental Quality's review of this application was subject to the requirements of the licensing time frames ("LTF") statute under Arizona Revised Statutes ("A.R.S.") § 41-1072 through § 41-1079 and the LTF rules under Arizona Administrative Code ("A.A.C.") R18-1-501 through R18-1-525. This Notice is being issued within the overall time frame for your application.

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Office of Administrative Counsel
Arizona Department of Environmental Quality
1110 W. Washington Street
Phoenix, AZ 85007

The Request for Hearing or Notice of Appeal shall identify the party, the party's address, the agency and the action being appealed and shall contain a concise statement of the reasons for the appeal. Upon proper filing of a Request for Hearing or Notice of Appeal, ADEQ will serve a Notice of Hearing on all parties to the appeal. If you file a timely Request for Hearing or Notice of Appeal you have a right to request an informal settlement conference with ADEQ under A.R.S. § 41-1092.06. This request must be made in writing no later than **20 days** before a scheduled hearing and must be filed with the Hearing Administrator at the above address.

Please contact Fahmida Maula at (602) 771-4748 or fm3@azdeq.gov if you have questions regarding this Notice or the Certificate of Approved to Construct.

ATTACHMENT Y-7

Estimated Taxes

To be late filed

ATTACHMENT DD
Major System Components

Company Name: Valle Verde Water Company		
Name of System:	ADEQ Public Water System Numbers:	12-009, 12-025

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-617053 (well #1)	Not in use		105	12	4	1954
55-617054 (well #2)	30	350	260	16	6	1972
55-617055 (well #3)	15	130	220	12	3	1971
55-513789 (well #4)	Not in use		203	12	3	1987
55-500951 (well #5)	50	350	400	16	6	1982
55-502001 (well #6)	Not in use		450	16	6	1996
55-801847 (well #7)	Not in use		93	10	4	1933
55-582348 (well #10)	30	450	290	12	6	2001

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS	
Horsepower	Quantity
15.0	1
7.5	1
25.0 (Site 6)	2
40.0 (Site 6)	1
100.0 (Site 6)	2

FIRE HYDRANTS	
Quantity Standard	Quantity Other
13	32

STORAGE TANKS	
190,000 (Well 2)	1
800,000 (Site 6)	1
200,000 (Well 10)	1

PRESSURE TANKS	
Capacity	Quantity
2,000 (Well 4)	1
5,000 (Well 10)	1
7,000 (Well 3)	1
10,000 (Wells 2, 5 & 6)	3

Note: If you are filing for more than one system, please provide separate sheets for each system.

Company Name: Valle Verde Water Company

Name of System:

ADEQ Public Water System Numbers: 12-009, 12-025

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	4,361
3		
4	PVC	39,713
5		
6	PVC	12,906
6	DIP	798
8	PVC	10,372
12	PVC	1,770

CUSTOMER METERS

Size (in inches)	Quantity
5/8 x 3/4	392
3/4	411
1	45
1 1/2	3
2	19
Comp. 3	11
Turbo 3	
Comp. 4	1
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, please list the utility owned assets in each category.

TREATMENT EQUIPMENT:

4 Chlorinators

GAC System (Offline as of 10/6/15)

STRUCTURES:

Office - 12' x 12'

Chlorinator room - 3' x 5'

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

EXHIBIT C

<u>Description</u>	<u>Quantity</u>	<u>Unit</u>	<u>Unit Cost</u>	<u>Cost</u>
8" C900 waterline-buried	2440	LF	\$52.00	\$126,880.00
8" C900 waterline-fully restrained in casing	402.5	LF	\$24.00	\$9,660.00
18" steel casing in-place	402.5	LF	\$420.00	\$169,050.00
18" casing end seals	2	EA	\$100.00	\$200.00
casing spacers	61	EA	\$150.00	\$9,150.00
6" fire hydrant assmbly w/ min lateral length and valve	5	EA	\$4,000.00	\$20,000.00
2" DVA blow off assembly in box	4	EA	\$1,500.00	\$6,000.00
8x8 tapping sleeve C900 to C900	1	EA	\$3,500.00	\$3,500.00
8" gate valve	9	EA	\$1,500.00	\$13,500.00
4" gate valve for fire service line to building (w/ stub out)	5	EA	\$1,000.00	\$5,000.00
1" service with box	2	EA	\$1,300.00	\$2,600.00
3/4" ARV with box	3	EA	\$1,200.00	\$3,600.00
1" back flow	2	EA	\$1,000.00	\$2,000.00
concrete pavement replacement	70	LF	\$32.00	\$2,240.00
traffic control (ADOT right-of-way)	1	LS	\$6,500.00	\$6,500.00
Del Campo grade/landscaping/riprap replacement	1	LS	\$1,500.00	\$1,500.00
SUBTOTAL				\$381,380.00
taxes	4.55%			\$17,352.79
TOTAL MATERIALS & LABOR COST				\$398,732.79

ATTACHMENT HH
Conservation Measures

The Company has Best Management Practice Tariffs and water conservation measures already in place. There are no plans to serve reclaimed water, build recharge facilities, or use surface water.

COMMISSIONERS
SUSAN BITTER SMITH - Chairman
BOB STUMP
BOB BURNS
DOUG LITTLE
TOM FORESE



JODI JERICH
Executive Director

ARIZONA CORPORATION COMMISSION

RECEIVED

2015 AUG -3 P 12:13

August 3, 2015

ATTN: Mr. Steve Wene
Moyes Sellers & Hendricks Ltd.
1850 N. Central Avenue, Suite 1100
Phoenix, Arizona 85004

RECEIVED AZ CORP COMMISSION
DOCKET CONTROL
AUG 12 2015
Moyes Sellers & Hendricks

RE: ESTATE OF WILLIAM F. RANDALL DBA VALLE VERDE WATER COMPANY
DOCKET NO. W-01431A-13-0265
DECISION NO. 74503

Notice of Compliance

Dear Mr. Steve Wene:

On July 10, 2014, you filed Best Management Practices 4.2 - Meter Repair and/or Replacement Tariff in compliance with the above mentioned Decision. Attached is a stamped copy of the approved tariff, with an effective date of June 1, 2014.

If you have questions regarding the filing of this tariff, please contact me at (602) 542-0754.

Sincerely,

Guadalupe Ortiz
Administrative Services Officer II
Utilities Division

Go/bkb

Enclosures
Docket Control Center

Company: Valle Verde Water CompanyDecision No.: 74503Phone: 520-623-5172Effective Date: June 1, 2014**Meter Repair and/or Replacement Tariff – BMP 4.2****PURPOSE**

A program for the Valle Verde Water Company (Company) to systematically assess all in-service water meters (including Company production meters) in its water service area to identify under-registering meters for repair or replacement (Modified Non-Per Capita Conservation Program Best Management Practice Category 4: Physical System Evaluation and Improvement 4.2 Meter Repair and/or Replacement Program).

REQUIREMENTS

The requirements of this tariff are governed by Rules of the Arizona Corporation Commission and were adapted from the Arizona Department of Water Resources' Required Public Education Program and Best Management Practices in the Modified Non-Per Capita Conservation Program.

1. On a systematic basis, the Company will inspect 100 percent of its 1-inch and smaller in-service water meters at least once every ten years for one of the following reasons (whichever occurs first):
 - a. A meter reading complaint is filed with the Company by a customer or Arizona Corporation Commission Staff,
 - b. A meter has registered 1,000,000 gallons of usage,
 - c. A meter has been in service for ten years.
2. Meters larger than 1-inch shall be inspected for one of the following reasons:
 - a. A meter reading complaint is filed with the Company by a customer or Arizona Corporation Commission Staff,
 - b. A meter has been in service for five years.
3. The inspection will be accomplished by having the meter pulled and having a Company Technician physically inspect each meter and its fittings for leaks, registers which may have become loose or are not properly attached to the meter and could be under-registering or other broken parts which need repair. In addition, meters shall be randomly selected for flow testing to identify potentially under-registering meters.
4. The Company shall also replace or reprogram any water meters that do not register in gallons. Upon the effective date of this tariff, the Company shall install all replacement meters with new:
 - a. 1-inch and smaller meters that register in 1 gallon increments,
 - b. 1-1/2-inch through 4-inch meters that register in 10 gallon increments, and
 - c. 6-inch and larger meters that register in 100 gallon increments.
5. The Company shall keep records of all inspected and replacement meters and make this information available to the Commission upon request.

APPROVED FOR FILING

DECISION # 74503

ORIGINAL

Company: Valle Verde Water Company

Decision No.: 74503

Phone: 520-623-5172

Effective Date: June 1, 2014

6. The Company will replace at least (10) improperly functioning Company meters each month until all improperly functioning meters have been replaced.

APPROVED FOR FILING
DECISION #: 74503

Attachment II

Backflow Tariff

CROSS-CONNECTION OR BACKFLOW TARIFF

PURPOSE:

The purpose of this tariff is to protect Estate of William F. Randall dba Valle Verde Water Company's ("Company") water from the possibility of contamination caused by the backflow of contaminants that may be present on the customer's premises by requiring the installation and periodic testing of backflow-prevention assemblies pursuant to the provisions of the Arizona Administrative Code ("A.A.C.") R14-2-405.B.6 and A.A.C. R18-4-215.

REQUIREMENTS:

In compliance with the Rules of the Arizona Corporation Commission ("Commission") and the Arizona Department of Environmental Quality ("ADEQ"), specifically A.A.C. R14-2-405.B.6 and A.A.C. R18-4-215 relating to backflow prevention:

1. The Company may require a customer to pay for and to have installed a backflow-prevention assembly if A.A.C. R18-4-215.B or C applies.
2. A backflow-prevention assembly required to be installed by the customer under Paragraph 1 of this tariff shall comply with the requirements set forth in A.A.C. R18-4-215.D and E.
3. Subject to the provisions of A.A.C. R14-2-407 and 410, and in accordance with Paragraphs 1 and 7 of this tariff, the Company may terminate service or may deny service to a customer who fails to install a backflow-prevention assembly as required by this tariff.
4. The Company shall give any existing customer who is required to install a backflow-prevention assembly written notice of said requirement. If A.A.C. R14-2-410.B.1.a. is **not** applicable, the customer shall be given thirty (30) days from the time such written notice is received in which to comply with this notice. If the customer can show good cause as to why he cannot install the backflow prevention assembly within thirty (30) days, the Company or Commission Staff may suspend this requirement for a reasonable period of time.

****FOR OFFICIAL USE ONLY****

Effective Date: _____

5. Testing shall be in conformance with the requirements of A.A.C. R18-4-215.F. The Company may require the customer to pay to have the backflow-prevention assembly tested as long as the Company does not require an unreasonable number of tests.
6. The customer shall provide the Company with records of installation and testing. For each backflow-prevention assembly, these records shall include:
 - a. assembly identification number and description;
 - b. location
 - c. date(s) of test(s);
 - d. description of repairs and recommendations for repairs made by tester; and
 - e. the tester's name and certificate number
7. In the event the backflow-prevention assembly does not function properly or fails any test, and an obvious hazard as contemplated under A.A.C. R14-2-410.B.1.a. exists, the Company may terminate service immediately and without notice. The backflow-prevention assembly shall be repaired or replaced by the customer and retested.
8. In the event the backflow-prevention assembly does not function properly or fails any test, or in the event that a customer fails to comply with the testing requirement, and A.A.C. R14-2-410.B.1.a. is **not** applicable, the backflow-prevention assembly shall be repaired or replaced within fourteen (14) days of the initial discovery of the deficiency in the assembly or its function. Failure to remedy the deficiency or dysfunction of the assembly, or failure to retest, shall be grounds for termination of water service in accordance with A.A.C. R14-2-410.

****FOR OFFICIAL USE ONLY****

Effective Date: _____

Attachment JJ

Curtailment Tariff

TARIFF SCHEDULE

Utility: Valle Verde Water Company Tariff Sheet No.: 1 of 4
Docket No.: _____ Decision No.: _____
Phone No.: 520-623-5172 Effective: _____

CURTAILMENT PLAN FOR Valle Verde Water Company (Template 063004)

ADEQ Public Water System No: 12-009 & 12-025

Valle Verde Water ("Company"), is authorized to curtail water service to all customers within its certificated area under the terms and conditions listed in this tariff.

This curtailment plan shall become part of the Arizona Department of Environmental Quality Emergency Operations Plan for the Company.

The Company shall notify its customers of this new tariff as part of its next regularly scheduled billing after the effective date of the tariff or no later than sixty (60) days after the effective date of the tariff.

The Company shall provide a copy of the curtailment tariff to any customer, upon request.

Stage 1 Exists When:

Company is able to maintain water storage in the system at 100 percent of capacity and there are no known problems with its well production or water storage in the system.

Restrictions: Under Stage 1, Company is deemed to be operating normally and no curtailment is necessary.

Notice Requirements: Under Stage 1, no notice is necessary.

Stage 2 Exists When:

- a. Company's water storage or well production has been less than 80 percent of capacity for at least 48 consecutive hours, and
- b. Company has identified issues such as a steadily declining water table, increased draw down threatening pump operations, or poor water production, creating a reasonable belief the Company will be unable to meet anticipated water demand on a sustained basis.

Restrictions: Under Stage 2, the Company may request the customers to voluntarily employ water conservation measures to reduce water consumption by approximately 50 percent. Outside watering should be limited to essential water, dividing outside watering on some uniform basis (such as even and odd days) and eliminating outside watering on weekends and holidays.

TARIFF SCHEDULE

Utility: Valle Verde Water Company Tariff Sheet No.: 2 of 4
Docket No.: _____ Decision No.: _____
Phone No.: 520-623-5172 Effective: _____

Notice Requirements: Under Stage 2, the Company is required to notify customers by delivering written notice door to door at each service address, or by United States first class mail to the billing address or, at the Company's option, both. Such notice shall notify the customers of the general nature of the problem and the need to conserve water.

Stage 3 Exists When:

- a. Company's total water storage or well production has been less than 50 percent of capacity for at least 24 consecutive hours, and
- b. Company has identified issues such as a steadily declining water table, increased draw down threatening pump operations, or poor water production, creating a reasonable belief the Company will be unable to meet anticipated water demand on a sustained basis.

Restrictions: Under Stage 3, Company shall request the customers to voluntarily employ water conservation measures to reduce daily consumption by approximately 50 percent. All outside watering should be eliminated, except livestock, and indoor water conservation techniques should be employed whenever possible. Standpipe service shall be suspended.

Notice Requirements:

1. Company is required to notify customers by delivering written notice to each service address, or by United States first class mail to the billing address or, at the Company's option, both. Such Notice shall notify the customers of the general nature of the problem and the need to conserve water.
2. Beginning with Stage 3, Company shall post at least 5 signs showing the curtailment stage. Signs shall be posted at noticeable locations, like at the well sites and at the entrance to major subdivisions served by the Company.
3. Company shall notify the Consumer Services Section of the Utilities Division of the Corporation Commission at least 12 hours prior to entering Stage 3.

Once Stage 3 has been reached, the Company must begin to augment the supply of water by either hauling or through an emergency interconnect with an approved water supply in an attempt to maintain the curtailment at a level no higher than Stage 3 until a permanent solution has been implemented.

TARIFF SCHEDULE

Utility: Valle Verde Water Company Tariff Sheet No.: 3 of 4
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Stage 4 Exists When:

- a. Company's total water storage or well production has been less than 25 percent of capacity for at least 12 consecutive hours, and
- b. Company has identified issues such as a steadily declining water table, increased draw down threatening pump operations, or poor water production, creating a reasonable belief the Company will be unable to meet anticipated water demand on a sustained basis.

Restrictions: Under Stage 4, Company shall inform the customers of a mandatory restriction to employ water conservation measures to reduce daily consumption. Failure to comply will result in customer disconnection. The following uses of water shall be prohibited:

- ◆ Irrigation of outdoor lawns, trees, shrubs, or any plant life is prohibited
- ◆ Washing of any vehicle is prohibited
- ◆ The use of water for dust control or any outdoor cleaning uses is prohibited
- ◆ The use of drip or misting systems of any kind is prohibited
- ◆ The filling of any swimming pool, spas, fountains or ornamental pools is prohibited
- ◆ The use of construction water is prohibited
- ◆ Restaurant patrons shall be served water only upon request
- ◆ Any other water intensive activity is prohibited

The Company's operation of its standpipe service is prohibited. The addition of new service lines and meter installations is prohibited.

Notice Requirements:

1. Company is required to notify customers by delivering written notice to each service address, or by United States first class mail to the billing address or, at the Company's option, both. Such notice shall notify the customers of the general nature of the problem and the need to conserve water.
2. Company shall post at least 5 signs showing curtailment stage. Signs shall be posted at noticeable locations, like at the well sites and at the entrance to major subdivisions served by the Company.
3. Company shall notify the Consumer Services Section of the Utilities Division of the Corporation Commission at least 12 hours prior to entering Stage 4.

TARIFF SCHEDULE

Utility: Valle Verde Water Company Tariff Sheet No.: 4 of 4
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Customers who fail to comply with the above restrictions will be given a written notice to end all outdoor use. Failure to comply within two (2) working days of receipt of the notice will result in temporary loss of service until an agreement can be made to end unauthorized use of outdoor water. To restore service, the customer shall be required to pay all authorized reconnection fees. If a customer believes he/she has been disconnected in error, the customer may contact the Commission's Consumer Services Section at 1-800-222-7000 to initiate an investigation.

Once Stage 4 has been reached, the Company must augment the supply of water by hauling or through an emergency interconnect from an approved supply or must otherwise provide emergency drinking water for its customers until a permanent solution has been implemented.